

FEDERAL BUREAU OF INVESTIGATION
FOI/PA
DELETED PAGE INFORMATION SHEET
FOI/PA# 1197034-1

Total Deleted Page(s) = 8

Page 102 ~ b6; b7C; b7D;
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CG 92-1037

Source

Date Contacted

Contacting Agent

CG T-2 is Information furnished on 1/26/71

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - Attorney in Charge, Chicago Field Office,
[redacted]

Report of: SA WILLIAM F. ROEMER
Date: 2/19/71

Office: Chicago

Field Office File #: 92-1037

Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

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Character: ANTI-RACKETEERING

Synopsis: KRUSE continues to maintain his residence at 5206 Oakton, also known as 8018 Laramie, Skokie, Illinois. Continues to make normal and satisfactory recovery from series of heart attacks. Teletronics Inc., a company in which KRUSE was financially interested behind the scenes, has become defunct and bankrupt. KRUSE continues to meet with his associates in organized crime, GUS ALEX and RALPH PIERCE in the law offices of [redacted], and in public restaurants in the loop area of Chicago.

-P-

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that KRUSE continues to maintain his residence with his wife at 5206 Oakton Street, an address also known as 808 Laramie Street, Skokie, Illinois.

CG T-1 advised that KRUSE continues to make normal and satisfactory recovery from the heart attacks which he has suffered, but that he insures that he not become overly aggitated or over worked. However, this in no way interferes with his normal activities in the leadership of organized crime.

CG T-2 advised that the company in which KRUSE has been financially interested, behind the scenes, Teletronics Inc., has recently become bankrupt and defunct. Informant noted that this company distributed telephone instruments which were to detect incoming telephone calls and automatically forward the call to a number programed into the unit. Informant

CG 92-1037

noted that [redacted] impartial, had become actively engaged in this business but all persons involved suffered a considerable financial loss including Chicago Attorney GEORGE BIEBER. It is noted that [redacted] [redacted] passed the Illinois Bar Examination in early 1969, and is licensed to practice in Illinois.

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CG T-1 advised that KRUSE is in the practice in meeting his close associates in the leadership in organized crime, RALPH PIERCE and GUS ALEX in meetings at the Law Office of [redacted] in the [redacted] [redacted] This informant also advised that KRUSE also meets these two associates at regular noon time luncheon meetings in the loop area of Chicago.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

FEB 19 1971

In Reply, Please Refer to
File No. 92-1037

Title LESLIE EARL KRUSE

Character ANTI-RACKETEERING

Reference Reference is made to report of Special
Agent WILLIAM F. ROEMER dated and captioned
as above.

All sources (except any listed below) whose identities
are concealed in referenced communication have furnished reliable
information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE APR 27 1971	INVESTIGATIVE PERIOD 2/11/71-4/14/71
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY pjp
		CHARACTER OF CASE ANTI-RACKETEERING	

REFERENCE: Report of SA WILLIAM F. ROEMER, JR., dated 2/19/71, at Chicago.

-P-

LEAD

LAS VEGAS

AT LAS VEGAS, NEVADA. Will refer to the information contained herein in the body of this report concerning the fact that KRUSE possibly has an interest in the Riviera Hotel and Gambling Casino in Las Vegas, and that he was registered at the Riviera Hotel between Christmas 1970, and New Year's 1971, under the name "LEW BROWN." Las Vegas is requested to contact the established and appropriate sources and informants who may be in a position to evaluate this information and to conduct

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
								PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
								PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED <i>Brv1</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 3-Bureau (92-5505) 2-Las Vegas 1 - USA, Chicago 1 - Attorney in Charge, Chicago Field Office 2 - Chicago (92-1037)		92-5505-307 16 APR 29 1971 REC-39 EX-117	

Dissemination Record of Attached Report					Notations <i>NOTE: SEE RUTLAND</i>
Agency					
Request Recd.					
Date Fwd.					
How Fwd.					
By					

57 JUN 1971

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CG 92-1037

appropriate investigation to determine whether anyone using the name 'LES BROWN' was registered at the Riviera Hotel between Christmas and New Year's of last year. Las Vegas should also refer to the information contained herein indicating that KRUSE is interested in a deal to purchase the Golden Nugget Gambling Casino in Las Vegas. Las Vegas should also alert informants concerning this situation. Inasmuch as this is one of several instances when information has been received indicating the possibility that KRUSE has been visiting Las Vegas, all established sources and informants who might be knowledgeable concerning his appearance there, should be contacted during routine context and alerted to the possibility of his arrival and presence in Las Vegas from time to time.

INFORMANTS

SOURCE

LOCATION

CG T-1
[REDACTED]

4-14-71 to SA WILLIAM F. ROEMER, JR.

CG T-2
[REDACTED]

3-5-71 to SA ROBERT L. MALONE

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COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1- USA, Chicago
1- Attorney in Charge, Chicago Field Office
[redacted]
Report of: SA WILLIAM F. ROEMER, JR. Office: Chicago
Date: APR 27 1971
Field Office File #: 92-1037 Bureau File #: 92-5505
Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: KRUSE continues to reside at 5206 Oakton, also known as 8018 Laramie, Skokie. Allegedly is contemplating obtaining interest in Las Vegas hotel.

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DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that LES KRUSE continues to reside with his wife ELSIE at 5206 Oakton Street, and address also known as 808 Laramie Street, Skokie, Illinois.

CG T-1 advised that although KRUSE had to be taken home which he became ill during a meeting with his close associate in organized crime, RALPH PIERCE, approximately a month ago, when he suffered a discomfort which was tentatively diagnosed as a reoccurrence of his heart problems, KRUSE apparently is in good health and is making a very satisfactory recovery from the series of heart attacks which he suffered approximately two years ago.

CG T-1 advised that KRUSE is no longer interested whatsoever in Teletronics Incorporated, inasmuch as this company failed and became bankrupt.

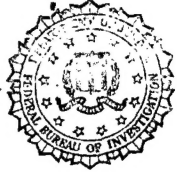
CG T-1 advised that although KRUSE continues to meet regularly with his long time associate in organized crime, PIERCE, he has not met with GUS ALEX, another long time associate of his in organized crime, for the past two or three months, inasmuch as ALEX has decided to be very discrete and circumspect in his contacts with his associates in organized crime. CG T-1 advised that

CG 92-1037

with the status of organized crime in Chicago at the low ebb that it is at the present time, KRUSE, PIERCE, and ALEX, have very few common interests such as they did in years gone by, and for this reason they have very little to discuss. ALEX, therefore, feels that the danger to him from continuous and regular meetings with KRUSE and PIERCE is not commensurate with the danger represented by these contacts.

CG T-2 advised, he has recently obtained information indicating to him the possibility that KRUSE has an interest in the Riviera Hotel and Gambling Casino in Las Vegas, Nevada. According to this information, skimmed money passes from the Riviera through "DINGHY" HALPERIN and [redacted] in Las Vegas through a courier whose identity is unknown to the informant for delivery to KRUSE in Chicago. CG T-2 advised that KRUSE apparently was in Las Vegas, Nevada between Christmas 1970, and New Year's 1971, where he stayed at the Riviera Hotel, registering then under the name of "LES BROWN."

CG T-2 also advised that KRUSE has an interest in becoming involved in a deal to purchase the Golden Nugget Gambling Casino in Las Vegas. This informant advised that a group of individuals including [redacted] have been attempting to buy the Golden Nugget and that KRUSE would be involved behind the scenes in this purchase, if and when it is consummated.



UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois

April 27, 1971

In Reply, Please Refer to
File No. 92-1037

Title LESLIE EARL KRUSE

Character ANTI-RACKETEERING

Reference is made to report of Special Agent
William F. Roemer Jr. dated and
captioned as above.

All sources (except any listed below) whose identities
are concealed in referenced communication have furnished reliable
information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE JUN 22 1971	INVESTIGATIVE PERIOD 4/15 - 6/15/71
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY pag
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER, JR. dated 4/27/71, at Chicago.

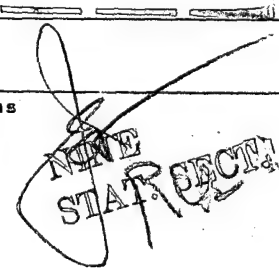
- P -

LEADSLAS VEGAS

AT LAS VEGAS, NEVADA. Will continue to conduct the investigation requested in referenced report of SA WILLIAM F. ROEMER, JR. dated April 27, 1971, at Chicago, noting the information contained herein provided upon interview of KRUSE on June 14, 1971.

CHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

ACCOMPLISHMENTS CLAIMED						<input type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
								PENDING OVER ONE YEAR <input type="checkbox"/> YES <input type="checkbox"/> NO
								PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input type="checkbox"/> NO
APPROVED						SPECIAL AGENT IN CHARGE		
COPIES MADE:						DO NOT WRITE IN SPACES BELOW		
3 - Bureau (92-5505)						92-5505-308 REC 43		
1 - USA, Chicago						ST 104		
1 - Attorney-in-Charge Chicago Field Office						7 JUN 24 1971		
2 - Las Vegas								
2 - Chicago (92-1037)								
Dissemination Record of Attached Report						Notations		
Agency								
Request Recd.								
Date Fwd.								
How Fwd.								
By	Organized Crime and Racketeering							

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- A* -
MAILED 6/22/71

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - Attorney-in-Charge, Chicago Field Office

Report of: SA WILLIAM F. ROEMER, JR. Office: Chicago
Date: JUN 22 1971

Field Office File #: 92-1037

Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis:

KRUSE continues to reside at 5206 Oakton, also known as 8018 Laramie, Skokie, Illinois. Upon interview on 6/14/71, admits that he visited Las Vegas, Nevada, during New Year's holiday, 1971 but denies that he has left Chicago area since then and denies any interest in Las Vegas hotels or gambling casinos or in gambling casinos in any area whatsoever. Information obtained that KRUSE has curtailed meetings with his long-time associates and leadership of organized crime RALPH PIERCE and GUS ALEX. KRUSE advised he is making normal recovery from heart attacks suffered two years ago and is currently able to conduct normal activity.

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that KRUSE continues to reside with his wife, ELSIE, at 5206 Oakton Street, an address also known as 8018 Laramie Street, Skokie, Illinois.

CG T-1 advised that he is in position to know that KRUSE does not have any interests in Las Vegas hotels or gambling casinos or in gambling casinos anywhere in the world. He advised that

CG 92-1037

although KRUSE traveled to the Las Vegas area during New Year's holiday, 1971 he knows that KRUSE has not been out of the Chicago area since that time.

LESLIE EARL KRUSE was interviewed in the Adams House Restaurant, 61 East Adams Street, Chicago, Illinois, on June 14, 1971, by SAs WILLIAM F. ROEMER and JOHN R. BASSETT. He advised that at that time he has absolutely no interest in gambling casinos or hotels in Las Vegas, Nevada, or elsewhere. He advised that he and his wife traveled for pleasure purposes to Las Vegas during the New Year's Eve holiday of 1971 but that he conducted no business whatsoever while in Las Vegas and the trip was strictly for pleasure. KRUSE advised that he has not been out of the Chicago area since that time. He denied that he has any interest whatsoever in any gambling taking place in any place in the world.

KRUSE advised that he is making a normal recovery from the heart attacks which he suffered two years ago and at the present time is able to conduct normal activity. He advised that he continues to be a stockholder in the Nu-way Construction and Plumbing Company, but that he has given up the position which he formerly held as officer of that company and is making plans to sell his stock and completely disassociate himself from that company in view of the fact that he is aware that his association with the company has cost the company several contracts on jobs where they were the low bidder and should have obtained the work.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois
June , 1971

In Reply, Please Refer to

File No. CGfile 92-1037

Title LESLIE EARL KRUSE

Character ANTI-RACKETEERING

Reference is made to report of Special Agent
William F. Roemer, Jr. dated and
captioned as above.

All sources (except any listed below) whose identities
are concealed in referenced communication have furnished reliable
information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 8/19/71	INVESTIGATIVE PERIOD 6/16/71 - 8/10/71
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER	TYPED BY pmf
		CHARACTER OF CASE ANTI-RACKETEERING	

REFERENCE: Report of SA WILLIAM F. ROEMER dated 6/22/71,
at Chicago.

- P -

LEADCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and
report investigation concerning the activities of KRUSE.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES		
APPROVED <i>B/AS</i> SPECIAL AGENT IN CHARGE						DO NOT WRITE IN SPACES BELOW	
COPIES MADE:						92-5505-309 REC-4	
③ - Bureau (92-5505) 1 - USA, Chicago 1 - Attorney in Charge, Chicago Field Office, [redacted] 2 - Chicago (92-1037)						AUG 19 1971 EX-100	
Dissemination Record of Attached Report						Notations	
Agency						<i>NOTED</i> <i>SA R/SECT</i>	
Request Recd.	CC. AAG, Criminal Division,						
Date Fwd.	Organized Crime and Racketeering						
How Fwd.	Section, Room 2144. 356						
By							

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CG 92-1037

INFORMANTS

<u>Source</u>	<u>Dates Contacted</u>	<u>Contacting Agents</u>
CG T-1 [REDACTED]	7/5/71 7/12/71 7/19/71 7/26/71	SA WILLIAM F. ROEMER SA JOHN R. BASSETT
CG T-2 [REDACTED]	7/29/71	SA WILLIAM F. ROEMER

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - Attorney in Charge, Chicago Field Office,

Report of: SA WILLIAM F. ROEMER Office: Chicago, Illinois
Date: August 19, 1971

Field Office File #: 92-1037 Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

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Character: ANTI-RACKETEERING

Synopsis: KRUSE continues to maintain his residence at 5206 Oakton, an address also known as 8018 Laramie, Skokie, Illinois. Continues to make normal recovery from two heart attacks which he suffered two years ago, and is able to conduct normal activity. KRUSE for decades, has been the major stock holder in the Nu Way Plumbing and Contracting Company in Chicago. However, is presently attempting to divest himself of all his stock in this company due to the fact that his association with company has precluded company from obtaining lucrative public contracts even when company is low bidder.

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that KRUSE continues to reside with his wife, ELSIE, at 5206 Oakton Street, also known as 8018 Laramie Street, Skokie, Illinois.

CG T-1 advised that KRUSE continues to make a normal recovery from a series of heart attacks which he suffered two years ago and is able to conduct normal activity, although he restrains himself from excess excitement or over exertion.

CG 92-1037

CG T-1 advised that since the 1940's, KRUSE has been the majority stockholder in two companies named the Nu Way Contracting Company and the Nu Way Plumbing Company in Chicago. For years he was listed as the President of this company, but approximately five or six years ago he divested himself of this title when The Chicago Crime Commission, The Better Government Association, and other law enforcement type organizations spot lighted his association with this company. However, it continues to be well known, particularly with the Government Services Administration and with local Governmental bodies, that KRUSE continues to be the majority stockholder in these companies. CG T-1 advised that as a result of this known fact, several instances have occurred in the recent two or three years where the companies were the low bidders on public contracts, but nonetheless failed to obtain the contract. CG T-1 advised that KRUSE feels certain that his association with the company is the primary reason for the failure of his companies to obtain these contracts. For this reason at the present time, KRUSE is attempting to sell all of his stock in the company and completely disassociate himself therefrom.

CG T-2 advised that whereas in the past, it has been the practice of KRUSE to meet with his associates in the leadership of organized crime, RALPH PIERCE and GUS ALEX on a frequent basis in public restaurants during the noon lunch hours, he has discontinued this practice and now meets with these associates only in the law offices of two attorneys in Chicago, [REDACTED]
[REDACTED]

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois

August 19, 1971

In Reply, Please Refer to
File No. 92-1037

Title LESLIE EARL KRUSE

Character ANTI-RACKETEERING

Reference Reference is made to report of
SA WILLIAM F. ROEMER dated and
captioned as above.

All sources (except any listed below) whose identities
are concealed in referenced communication have furnished reliable
information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE OCT 26 1971	INVESTIGATIVE PERIOD 8/11 - 10/20/71
TITLE OF CASE LESLIE EARL KRUSE aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY prk
		CHARACTER OF CASE AR	

REFERENCE:

Report of SA WILLIAM F. ROEMER, JR., dated 8/19/71 at Chicago.

- P -

LEADCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
APPROVED <i>[Signature]</i>						SPECIAL AGENT IN CHARGE		
COPIES MADE: ③-Bureau (92-5505) 1-USA, Chicago 1-AIC, Chicago Field Office (ATTN:) 2-Chicago (92-1037)						DO NOT WRITE IN SPACES BELOW 92-5505-310 REC 20 ST-103 OCT 28 1971 NINE STAR/SACT.		
Dissemination Record of Attached Report						Notations		
Agency	L CC. AAG, Criminal Division,							
Request Recd.								
Date Fwd.	Organizational and Technical							
How Fwd.								
By	Section, Room 2744							

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CG 92-1037

INFORMANTS

Source

CG T-1 is

Date Contacted

Numerous occasions

Contacting Agent

SA WILLIAM F. ROEMER, JR.
SA JOHN R. BASSETT

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COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, Chicago
1-AIC, Chicago Field Office (ATTN:)
Report of: SA WILLIAM F. ROEMER, JR. Office: CHICAGO
Date: OCT 26 1971

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b7c

Field Office File #: 92-1037 Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: KRUSE continues to reside at 5206 Oakton, aka 8018 Laramie, Skokie, Illinois. Travel to Rochester, Minnesota, in company of GUS/ALEX, close associate in leadership of organized crime, in mid September for examination and treatment of heart condition at Mayo Brothers Clinic. Upon return to Chicago, has resumed normal activity. In occasional contact with his other close associate in organized crime, RALPH PIERCE. *Ill.*

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that KRUSE continues to reside with his wife, ELSIE, in Skokie, Illinois, at a residence where the addresses are interchangeably referred to as 5206 Oakton Street, and 8018 Laramie Street.

CG T-1 advised that KRUSE traveled to Rochester, Minnesota, in mid September where he and his close associate in the leadership of organized crime, GUS ALEX, were admitted on September 20, 1971 to the Mayo Brothers Clinic. It is noted that KRUSE suffered two heart attacks 2 years ago and the purpose

CG 92-1037

of his visit to Mayo Brothers was to be examined to determine whether his recuperation is normal.

CG T-1 advised that following the treatment and examination at Mayo Brothers Clinic, KRUSE was advised that he is in reasonably good health and with a program of moderate activity and good diet can lead a normally active life.

CG T-1 advised that upon the return of KRUSE to the Chicago area, he continued his practice of several decades of meeting with his close associate in organized crime, RALPH PIERCE. However, since ALEX, his other close associate in organized crime, left the Chicago area for Fort Lauderdale, Florida, shortly after his return from Rochester, KRUSE has not been in recent contact with ALEX.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
Chicago, Illinois
October 26, 1971

In Reply, Please Refer to
File No. CG 92-1037

Title LESLIE EARL KRUSE

Character ANTI-RACKETEERING

Reference is made to report of SA WILLIAM F.
ROEMER, JR., dated and captioned as above.

All sources (except any listed below) whose identities
are concealed in referenced communication have furnished reliable
information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 12/20/71	INVESTIGATIVE PERIOD 10/21 - 12/15/71
TITLE OF CASE LESLIE EARL KRUSE aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY prk
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER, JR., dated 10/26/71 at Chicago.

- P -

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

INFORMANTS

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			

APPROVED

RK

SPECIAL AGENT
IN CHARGE

DO NOT WRITE IN SPACES BELOW

COPIES MADE:

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- 1-USA, Chicago
- 1-AIC, Chicago Field Office
(ATTN:)
- 2-Chicago (92-1037)

92-5505-311 REC-35

18 DEC 23 1971

EX-104

Dissemination Record of Attached Report

Agency	Request Recd.	Date Fwd.	How Fwd.	By
		57 JAN 7 1972		

Notations

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CG 92-1037

Source

CG T-1 is

Date Contacted

12/1/71

12/6/71

Contacting Agent

SA WILLIAM F. ROEMER, JR

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COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, Chicago
1-AIC, Chicago Field Office (ATTN:)
Report of: SA WILLIAM F. ROEMER, JR. Office: CHICAGO
Date: 12/20/71

b6
b7c

Field Office File #: 92-1037

Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: KRUSE continues to maintain his residence at 5206 Oakton, an address also known as 8018 Laramie, in Skokie, Illinois. Since receiving clean bill of health from doctors at Mayo Clinic in Rochester, Minnesota, he has resumed normal activity. KRUSE making effort to sell stock in Nu-Way Contracting Company and Nu-Way Plumbing Company with which he has been associated for 2 or 3 decades. However, as of this time, he continues to own what is believed to be the majority financial interest in these companies. KRUSE in occasional contact with his close associate in organized crime, RALPH PIERCE.

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that KRUSE continues to maintain his residence at 5206 Oakton Street, an address also known as 8018 Laramie Street, Skokie, Illinois.

CG T-1 and CG T-2 advised that upon the return of KRUSE from the Mayo Clinic where he had a health check-up in mid-September, 1971, he has resumed normal activity.

CG T-1 advised that KRUSE is making effort to locate a purchaser for his stock in the Nu-Way Contracting

CG 92-1037

Company and the Nu-Way Plumbing Company, but as of this time has not been successful in finding a purchaser. As of the present time, KRUSE owns what is believed to be the majority of the stock in these companies. However, he no longer is listed as an officer of these companies, although he was several years ago.

CG T-1 and CG T-2 each advise that KRUSE is in occasional contact with his close associate in organized crime, RALPH PIERCE, usually in the basement restaurant at the Pittsfield Building, 55 East Washington, Chicago.



In Reply, Please Refer to
File No. CG 92-1037

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
Chicago, Illinois
December 20, 1971

Title LESLIE EARL KRUSE

Character ANTI-RACKETEERING

Reference is made to report of SA WILLIAM F.
ROEMER, JR., dated and captioned as above.

All sources (except any listed below) whose identities
are concealed in referenced communication have furnished reliable
information in the past.

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

JAN 11 1972

TELETYPE

Mr. Tolson	_____
Mr. Felt	_____
Mr. Rosen	_____
Mr. Mohr	_____
Mr. Bishop	_____
Mr. Miller, ES	_____
Mr. Callahan	_____
Mr. Casper	_____
Mr. Conrad	_____
Mr. Dalbey	_____
Mr. Cleveland	_____
Mr. Ponder	_____
Mr. Bates	_____
Mr. Waikart	_____
Mr. Walters	_____
Mr. Soyars	_____
Tele. Room	_____
Miss Holmes	_____
Miss Gandy	_____

NR015 CG CODE

521 PM NITEL 1-11-72 EMS

TO DIRECTOR (92-5505)

LAS VEGAS

FROM CHICAGO (92-1037) 2P

LESLIE EARL KRUSE, AKA, "KILLER KANE". AR. OO: CHICAGO.

AS BUREAU AND LAS VEGAS AWARE, KRUSE IS UPPER ECHELON
LEADER OF ORGANIZED CRIME IN CHICAGO. HE HAS BEEN LONG
CONSIDERED FOREMOST CASINO TYPE GAMBLING OPERATIVE IN ORGANIZED
CRIME HERE AND HAS BEEN USED BY SAM GIANCANA AND OTHER LEADERS TO
SURVEY GAMBLING INVESTMENTS THEY CONTEMPLATE INVESTING IN NOT
ONLY IN U. S. BUT IN FOREIGN COUNTRIES SUCH AS DOMINICAN REPUBLIC.

[REDACTED] ADVISED KRUSE CURRENTLY IN
LAS VEGAS ON ASSIGNMENT FROM GUS ALEX, HIS SUPERIOR IN ORGANIZED
CRIME, TO SURVEY POSSIBILITY OF INVESTMENT IN SOME TYPE OF
CASINO AND/OR HOTEL THERE. PC ADVISED KRUSE LEFT CHICAGO WITH
HIS WIFE, ELSIE, ON OR ABOUT DECEMBER TWENTY NINE LAST. STAYED
AT CAESAR'S PALACE [REDACTED]

END PAGE ONE

57 JAN 20 1972

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PAGE TWO

[REDACTED]
[REDACTED] PC ADVISED

b7D

PONTI, AKA PONTO, IS ALEX' MAN IN VEGAS. STATED ALEX AND PONTO GREW UP TOGETHER IN CHICAGO AND WERE PARTNERS IN ROBBERY VENTURES IN THEIR TEENS AND EARLY TWENTIES. PONTI NOW IS CASINO MANAGER FOR ONE OF SHIFTS AT STARDUST AND IS ALEX' "EYES AND EARS IN VEGAS".

TARGET ADVISED KRUSE LEFT LAS VEGAS ON OR ABOUT JANUARY THREE OR FOUR LAST AND THEN AFTER TWO DAYS BACK IN CHICAGO RETURNED TO LAS VEGAS WHERE HE IS AT PRESENT.

TARGET UNABLE TO ADVISE OF ANY DETAILS OF VENTURE KRUSE MAY BE SURVEYING BUT IN VIEW OF KRUSE'S BACKGROUND AND EXPERTISE IN CASINO GAMBLING PC FEELS IT PROBABLY INVOLVES CONTEMPLATED INVESTMENT BY CHICAGO ORGANIZED CRIME IN CHICAGO.

LAS VEGAS REQUESTED TO CONDUCT DISCREET CONTACTS OF ESTABLISHED SOURCES AND INFORMANTS IN EFFORT TO LEARN PURPOSE OF KRUSE'S VISIT. IN VIEW OF PRECARIOUS POSITION OF PC AS SOURCE OF INFO IMPRESSION SHOULD BE LEFT ON ALL CONTACTS THAT INFO RE KRUSE'S PRESENCE WAS DEVELOPED IN LAS VEGAS AND NOT CHICAGO.

END

TMT FBI WA

F B I

Date: 1/19/72

Transmit the following in _____
(Type in plaintext or code)Via AIRTEL _____
(Priority)

TO: DIRECTOR, FBI 92-5505
FROM: SAC, LAS VEGAS (92-551)(P)
RE: LESLIE EARL KRUSE, aka
AR
OO: Chicago

Re Chicago tel to Bureau dated 1/11/72.

On 1/12/72, [] who is aware of subject's identity, advised that he was not registered at the Riviera Hotel under his true name or known alias.

On 1/13/72, [] advised that SIDNEY KORSHAK, Chicago Hoodlum Attorney, arrived at the Riviera Hotel, Las Vegas on 1/12/72 with actress [] Source did not know purpose of visit. Source noted that KORSHAK has been in poor health and has not been at the Riviera Hotel in over six (6) months. Source noted that DEAN MARTIN, well known entertainer and 10 % owner of the Riviera Hotel got involved in an argument with [] Riviera Hotel, over MARTIN's appearances at the Riviera Hotel. Source noted that the hotel has received numerous complaints regarding MARTIN's shows, since he does not sing but one or two songs a show. Source stated that [] is buying MARTIN's ten per cent due to the above and since he has not been drawing "highrollers" as expected.

The Las Vegas Division will follow the sale of MARTIN's 10 % in the Riviera Hotel to ascertain if the 10 % will be bought by [] or another individual who might be of interest to the Bureau.

② - Bureau -
2 - Chicago (92-1097)
1 - Las Vegas
WMCF:bsh
(5)

EX-111

REC-2 92-550-313

JAN 22 1972

54 JAN 31 1972

Approved: NEC/mbr
Special Agent in Charge

Sent _____ M Per _____

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b7C

LV 92-551

On 1/18/72 [redacted] advised that a Mr. and Mrs. L. BROWN, Chicago, Illinois, with reservations made in advance arrived at Caesars Palace Hotel-Casino, Las Vegas, Nevada, on 12/27/71 and departed on 1/4/72. Room, food and beverages, were complimentary per [redacted] [redacted] Caesars Palace.

Source had no information to indicate that this party returned to Caesars Palace after he departed on 1/4/72.

Sources contacted had no information which would indicate purpose of subject's trip to Las Vegas.

Chicago furnish Las Vegas with photograph of subject and any additional information developed through sources, regarding subject's trip to Las Vegas.

Investigation continuing.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 2/24/72	INVESTIGATIVE PERIOD 12/16/71 - 2/17/72
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER	TYPED BY kal
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER dated 12/20/71, at Chicago.

- P -

LEADCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE. *CA*

INFORMANTS

CG T1 is [redacted] date contacted January 29, 1971, and February 14, 1972, by SA WILLIAM F. ROEMER. CG T2 is [redacted] information furnished on January 8, 1972, to SA [redacted] Las Vegas Office.

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ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO		
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES				
APPROVED <i>PKA</i>					SPECIAL AGENT IN CHARGE			DO NOT WRITE IN SPACES BELOW	
COPIES MADE:					92-5505-314 REC 9 MAR 1 1972 EX-117				
3 - Bureau (92-5505) 1 - USA, Chicago 1 - AIC, Chicago Field Office, [redacted] 2 - Chicago (92-1037)					Notations T. SECT.				
Dissemination Record of Attached Report									
Agency	CC. AAG, Criminal Division,								
Request Recd.	Organized Crime and Racketeering								
Date Fwd.	Section, Room <i>2244</i>								
How Fwd.									
By									

b6
b7C

60 MAR 8 1972

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

1 - USA, Chicago
1 - AIC, Chicago Field Office, [REDACTED]

Report of:

SA WILLIAM F. ROEMER

Office: CHICAGO

Date:

2/24/72

Field Office File #: 92-1037

Bureau File #: 92-5505

Title:

LESLIE EARL KRUSE

Character:

ANTI-RACKETEERING

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Synopsis:

KRUSE continues to reside at 5206 Oakton, Skokie, Illinois. KRUSE departed Chicago area on December 29, 1971, and traveled to Las Vegas, Nevada, where he stayed with his wife under the name "Mr. and Mrs. LES BROWN" at Ceasars Palace. While in Las Vegas, he met on two occasions with MOE DALITZ and with such well known gambling figures in Las Vegas as [REDACTED] DAVE HALPER, [REDACTED] PHIL PONTI, and BOBBY STELLA. Source advised purpose of KRUSE's trip was to iron out problem which had arisen in Las Vegas which involved Chicago hoodlums. Source advised KRUSE acting for GUS ALEX in this regard. KRUSE interviewed on 2/14/72, re nature above trip. KRUSE claimed only reason for trip was for pleasure and to attempt to obtain a job in Las Vegas since his opportunities in Chicago have become very limited. KRUSE admitted being in contact with many individuals in Las Vegas, but claimed had no prior appointments with them and just happened to run into them in Las Vegas. Denied mission of his trip was for organized crime or on behalf of GUS ALEX.

- P -

CG 92-1037

DETAILS:

AT CHICAGO, ILLINOIS:

CG T1 advised that KRUSE continues to reside with his wife, ELSIE, at 5206 Oakton Street, Skokie, an address interchangeably known as 8018 Laramie Street in Skokie, Illinois.

CG T1 advised that on December 29, 1971, LES KRUSE and his wife departed the Chicago area for Las Vegas, Nevada. CG T1 advised that the purpose of the trip of KRUSE was to iron out some type of a problem which had arisen in Las Vegas in which the Chicago hoodlum element was interested and that he was acting as a direct representative of GUS ALEX, Operation Line of Organized Crime in Chicago, in this regard.

CG T2 advised that Mr. and Mrs. L. BROWN, Chicago, Illinois, arrived at Ceasars Palace, in Las Vegas, on December 27, 1971, and departed on January 4, 1972. Source advised that room, food, and beverages were complimentary per [REDACTED] Ceasars Palace. Source was unable to provide any further information concerning the activities of KRUSE or his wife while in Las Vegas.

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FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 2/24/72

LESLIE EARL KRUSE advised that he traveled to Las Vegas during the latter part of December, 1971, and the early part of January, 1972, and that he resided at Ceasars Palace, in Las Vegas while there.

KRUSE advised that the purpose of his trip was strictly for pleasure and also to inquire concerning the possibilities of obtaining a job for himself in Las Vegas. KRUSE explained that the opportunities for gainful employment in Chicago have become extremely limited to him and for this reason he felt that possibly through certain contacts of his he might be able to line up a job in Las Vegas, not necessarily in the gambling industry.

He advised for that reason he inquired of the individuals whom he had known from Chicago in Las Vegas concerning these possibilities. He specifically mentioned that MOE DALITZ of the Desert Inn was one of the individuals with whom he met in regards to this situation.

KRUSE specifically denied that he was on any "mission" for GUS ALEX or for any other member of organized crime or that the nature of his trip involved a problem which had arisen in which organized crime in Chicago was interested.

KRUSE referred to the article which appeared in the Chicago Tribune in "Tower Ticker" on January 24, 1972, which identified him as having been in Las Vegas and having met with DALITZ as an emissary of ALEX, and advised that he was flabbergasted that such an article could appear. He advised that as a result of the article he is now ashamed to recontact the individuals whom he contacted in Las Vegas because he feels that he caused them "heat", and that he doubts very seriously at this time whether he will pursue his objectives of obtaining employment in Las Vegas.

Interviewed on 2/17/72 at Chicago, Illinois File # CG 92-1037
by SA WILLIAM F. ROEMER/kal Date dictated 2/17/72



*In Reply, Please Refer to
File No.*

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois
February 24, 1972

Title LESLIE EARL KRUSE

Character ANTI-RACKETEERING

Reference Report of SA WILLIAM F. ROEMER dated
 2/24/72 at Chicago.

All sources (except any listed below) whose identities
are concealed in referenced communication have furnished reliable
information in the past.

NR011 CG CODE

546PM NITEL 2-29-72 RWR

TO DIRECTOR

LAS VEGAS

PHILADELPHIA

FROM CHICAGO (92-1037) 2P

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

FEB 29 1972

TELETYPE

Mr. Tolson	_____
Mr. Felt	_____
Mr. Rosen	_____
Mr. Mohr	_____
Mr. Bishop	_____
Mr. Miller, ES	_____
Mr. Callahan	_____
Mr. Casper	_____
Mr. Conrad	_____
Mr. Dalbey	_____
Mr. Cleveland	_____
Mr. Ponder	_____
Mr. Bates	_____
Mr. Walkart	_____
Mr. Walters	_____
Mr. Soyars	_____
Tele. Room	_____
Miss Holmes	_____
Miss Gandy	_____

LESLIE EARL KRUSE, AKA. AR. OO: CHICAGO.

AS BUREAU AND LAS VEGAS AWARE, KRUSE, UPPER ECHELON
LEADER ORGANIZED CRIME CHICAGO, WAS IN LAS VEGAS ^{DE}CEMBER
AND JANUARY LAST PRESUMABLY CONCERNING INVESTMENT TO BE MADE
BY ORGANIZED CRIME CHICAGO.

[REDACTED] ADVISED THAT KRUSE AND A
PERSON KNOWN ONLY TO HIM AS [REDACTED] WHO IS FROM PHILADELPHIA
HAVE ENGAGED [REDACTED] IN LAS
VEGAS, TO SET UP A GAMBLING CASINO TO BE OPENED IN A HOTEL
IN BRITISH HONDURAS IN NEXT NINETY DAYS. THIS GROUP INTENDS
TO USE SAMMY DAVIS, JR. ENTERPRISES, INC. AS FRONT.

[REDACTED] WILL BE [REDACTED] WHO IS CURRENTLY
EMPLOYED AS CAESARS PALACE IN LAS VEGAS.

PHILADELPHIA ATTEMPT TO IDENTIFY [REDACTED] LAS VEGAS
ATTEMPT TO IDENTIFY [REDACTED]

BUREAU REQUESTED TO ALERT APPROPRIATE LEGAT TO DETERMINE
IF CORROBORATION OF ALLEGATION CAN BE ESTABLISHED IN BRITISH
HONDURAS.

END PAGE ONE

Let to Legal, Managua
3-2-72
Kaliang

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15 MAR 3 1972

REC-21 92-5305-315

PAGE TWO

ABOVE INFO WOULD APPEAR TO EXPLAIN PURPOSE OF TRAVEL
OF KRUSE TO LAS VEGAS AND REASON FOR HIS CONTACT OF SUCH
PEOPLE AS MOE DALITZ, [REDACTED] ETC.

CONTACT BEING MAINTAINED WITH PC AND BUREAU, LAS VEGAS
AND PHILADELPHIA WILL BE KEPT ADVISED OF DEVELOPMENTS.

END

HOLD

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2/24/72

AIRTEL

for

TO: DIRECTOR, FBI (92-6258)
FROM: SAC, LAS VEGAS (92-705)(P)
RE: RIVIERA HOTEL
LAS VEGAS, NEVADA
AR
OO: Las Vegas

On 2/17/72, [] advised that the Hyatt Hotel chain is negotiating with [] Riviera Hotel, Las Vegas to purchase the hotel. Target stated that [] with the exception of [] are extremely anxious to sell. The negotiations at the present time are for the outright purchase of the hotel, gambling casino and all physical properties. Target stated that as the negotiations stand now, the current management would be retained to operate the casino.

On 2/23/72, [] who has considerable knowledge regarding the Riviera Hotel, confirmed that the above mentioned negotiations are taking place for the sale of the hotel.

Chicago refer to your cases captioned, GUS ALEX, aka, AR, 00: Chicago, Chicago file 92-373, Bureau file 92-3182 and LESLIE EARL KRUSE, aka, AR, 00: Chicago, Chicago file 92-1037, Bureau file 92-5505.

- ④ - Bureau (92-6258)(RM)
 - (1 - 92-3182)
 - (1 - 92-5505)
- 3 - Chicago (92-1254)(RM)
 - (1 - 92-373)
 - (1 - 92-1037)
- 3 - Las Vegas (92-705)
 - (1 - 92-261)
 - (1 - 92-551)

WMCF:bsh
(10)

92-5505 -

NOT RECORDED
49 MAR 3 1972

55 MAR 7 1972

LV 92-705

The possibility exists that this may be the development which is of interest to the Chicago hoodlums in the Las Vegas area.

The above development will be closely followed by the Las Vegas Division.

1 - Foreign Liaison Desk

LEGAT, Managua

3-2-72

Director, FBI

REC-21 92-5505-315

LESLIE EARL KRUSE, aka

AR

OO: Chicago

[redacted] has advised that Kruse and a person known only to informant as [redacted] from Philadelphia, Pennsylvania, have engaged [redacted] in Las Vegas, to set up a gambling casino to be opened in a hotel in British Honduras within the next 90 days. Informant reports this group intends to use Sammy Davis, Jr. Enterprises, Incorporated, as a front and that [redacted] of the new casino will be [redacted] who is currently employed at Caesars Palace in Las Vegas.

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Legat attempt to corroborate this report through appropriate sources and advise the Bureau.

MAILED 22

MAR 3 - 1972

FBI

NOTE: Cleared with Foreign Liaison Desk Supervisor R. A. Bermingham and sent direct.

JGL:bagbag
(5)

Mr. Tolson _____
Mr. Felt _____
Mr. Rosen _____
Mr. Mohr _____
Mr. Bishop _____
Mr. Miller, E.S. _____
Mr. Callahan _____
Mr. Casper _____
Mr. Conrad _____
Mr. Dalbey _____
Mr. Cleveland _____
Mr. Ponder _____
Mr. Bates _____
Mr. Waikart _____
Mr. Walters _____
Mr. Soyars _____
Tele. Room _____
Miss Holmes _____
Miss Gandy _____

MAIL ROOM ☒

TELETYPE UNIT ☐

FEDERAL BUREAU OF INVESTIGATION
COMMUNICATIONS SECTION

MAR 3 1972

TELETYPE

Mr. Tolson	_____
Mr. Felt	_____
Mr. Rosen	_____
Mr. Mohr	_____
Mr. Bishop	_____
Mr. Miller, ES	_____
Mr. Callahan	_____
Mr. Casper	_____
Mr. Conrad	_____
Mr. Dalbey	_____
Mr. Cleveland	_____
Mr. Ponder	_____
Mr. Bates	_____
Mr. Wolkart	_____
Mr. Walters	_____
Mr. Soyars	_____
Tele. Room	_____
Miss Holmes	_____
Miss Gandy	_____

NR004 PH PLAIN

08:22 PM 3-3-72 NITEL MPM

TO DIRECTOR, FBI

CHICAGO (92-1037)

NEWARK

FROM PHILADELPHIA (92-1539)

LESLIE EARL KRUSE, AKA; AR, OO: CHICAGO

CHICAGO NITEL FEBRUARY TWENTYNINE LAST, NOTED KRUSE, UPPER ECHELON LEADER, ORGANIZED CRIME, CHICAGO, WAS IN LAS VEGAS IN DECEMBER AND JANUARY, LAST, PRESUMABLY CONCERNING INVESTMENT TO BE MADE BY ORGANIZED CRIME, CHICAGO.

[REDACTED] ADVISED THAT KRUSE AND PERSON KNOWN ONLY TO HIM AS [REDACTED] WHO IS FROM PHILADELPHIA, HAD ENGAGED [REDACTED] IN LAS VEGAS TO SET UP GAMBLING CASINO TO BE OPENED IN HOTEL IN BRITISH HONDURAS IN NEXT NINETY DAYS. THIS GROUP INTENDS TO USE SAMMY DAVIS, JR., ENTERPRISE, INC., AS FRONT.

END PAGE ONE

REC-21

92-5505-316

MAR 7 1972

57 MAR 13 1972

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PH 92-1539

PAGE TWO

[] OF NEW HOTEL WILL BE [] WHO IS CURRENTLY
EMPLOYED AT CAESAR'S PALACE IN LAS VEGAS.

PHILADELPHIA WAS TO ATTEMPT TO IDENTIFY []

PHILADELPHIA FILES NOTE INFORMATION THAT ONE []

[] H. RUPPERT
AND COMPANY, THREE HUNDRED KING'S HIGHWAY EAST, HADDONFIELD, N.J.,
REPORTEDLY HAD BEEN IDENTIFIED BY [] BEFORE SENATE
(MC CLELLAN) RACKETS COMMITTEE IN JULY, NINETEEN SEVENTYONE AS
A PHILADELPHIA QUOTE MOBSTER UNQUOTE.

PHILADELPHIA HAS NO MAIN CASE FILE ON []
NEWARK SUBMIT COMMENTS CONCERNING [] MENTIONED IN
REFERENCED CHICAGO NITEL.

INVESTIGATION CONTINUING.

END

HOLD FOR ONE

TMT FBI WA

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FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE JUN 30 1972	INVESTIGATIVE PERIOD 2/18/72 - 6/22/72
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY les
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER, JR. dated 2/24/72, at Chicago.

- P -

LEADSCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO	
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
APPROVED <i>Rdm/vv</i>					SPECIAL AGENT IN CHARGE		DO NOT WRITE IN SPACES BELOW	
COPIES MADE:							92-5505-317	
③ - Bureau (92-5505)							REC-55	
1 - USA, Chicago							15 JUL 10 1972	
1 - AIC, Chicago Field Office (ATTN:)							EX-116	
2 - Chicago (92-1037)								
Dissemination Record of Attached Report					Notations			
Agency	CC. AAG, Criminal Division,							
Request Recd.	Organized Crime and Racketeering							
Date Fwd.								
How Fwd.	Section, Room 2744.							
By	1-29-72							

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b7C

CG 92-1037

ADMINISTRATIVE

The investigative period of this report is lengthy due to the fact that the reporting agent was assigned to a "Special" on another squad in the Chicago Office during the period March 12, 1972, through June 5, 1972. Informant CG T-1 is [REDACTED] contacted on numerous occasions during the period February through June, 1972, by SA WILLIAM F. ROEMER.

b7D

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office (ATTN:)

b6
b7c

Report of: SA WILLIAM F. ROEMER, JR.
Date: JUN 30 1972

Office: Chicago

Field Office File #: 92-1037

Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: KRUSE continues to reside at 5206 Oakton, Skokie, Illinois. He continues to have the majority stock in the Nu-Way Contractors, located at 655 North Kedzie Avenue, Chicago, Illinois, although he is attempting to sell this stock if he can obtain a reasonable price. KRUSE has traveled to Las Vegas, Nevada on one and perhaps two occasions during the past four months and may have also spent time in other areas in the western portion of the United States during that period. Exact nature of reason for KRUSE's travel unknown except that he apparently is representing the interests of organized crime in Las Vegas, at least on a limited basis and possibly limited to one particular "deal". The possibility exists that KRUSE acting on behalf of his superior in organized crime, GUS ALEX, in this regard.

- P -

DETAILS: At Chicago, Illinois.

CG T-1 advised that KRUSE continues to reside with his wife ELSIE at 5206 Oakton Street, Skokie, Illinois, an address also known as 8018 Laramie Street, in Skokie.

CG T-1 advised that KRUSE has left the Chicago area on at least one and possibly two occasions during the period February through June, 1972, for the Las Vegas area. CG T-1 advised that while in the western part of the United States he believes KRUSE also visited other cities, possibly Palm Springs, California, included.

CG 92-1037

CG T-1 advised that he is unable to advise as to the exact nature or the purpose of the trips of KRUSE although he knows that it concerns some "deal" KRUSE is working on on behalf of organized crime. CG T-1 advised that he believes that KRUSE is following the directives of GUS ALEX, his superior in organized crime, in making the trip.

It is noted that it has previously been reported that KRUSE visited Las Vegas in December, 1971, and the early part of January, 1972.

It is noted that upon the return of KRUSE from Las Vegas in January, 1972, he was interviewed by the reporting agent and denied that he was there on behalf of organized crime. At that time he claimed that the purpose of his trip was strictly for pleasure and for the purpose of making inquiries concerning the possibilities of obtaining employment in Las Vegas.

CG T-1 advised that the prime source of KRUSE's income at the present time is from the Nu-Way Contractors located at 655 North Kedzie Avenue, Chicago, Illinois. CG T-1 advised that KRUSE is the majority stockholder in this business. He stated that for the past year or so KRUSE has been attempting to divest himself of all stock in this company and is attempting to obtain a reasonable price for his stock. However, in view of the fact that this company has been listed in the past by the Chicago Crime Commission as a company involved with organized crime, the market for the stock in the Nu-Way Contractors is very limited and as of this time KRUSE has not been able to obtain what he considers to be a reasonable offer for his stock.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
Chicago, Illinois

In Reply, Please Refer to
File No. 92-1037

JUN 20 1972

Title LESLIE EARL KRUSE

Character ANTI-RACKETEERING

Reference Report of Special Agent WILLIAM F.
ROEMER, JR., dated and captioned
as above.

All sources (except any listed below) whose identities
are concealed in referenced communication have furnished reliable
information in the past.

UNITED STATES GOVERNMENT

Memorandum

TO : ACTING DIRECTOR, FBI

DATE: 7/21/72

FROM : *MAC* LEGAT, MANAGUA (92-8) (P)

SUBJECT: LESLIE EARL KRUSE, aka
AR
OO: Chicago

92-5505-315
ReBulet, dated 3/2/72.

Referenced letter sets forth information received from [] concerning a gambling casino to be opened in British Honduras.

For the information of the Bureau and the Chicago and Philadelphia Offices, [] (protect),

[] by memorandum dated 7/7/72, classified confidential advised as follows:

Some eight or ten months ago it was rumored in Belize that SAMMY DAVIS, JR., would become associated with an American owned resort hotel on Caye Chapel some 25 miles from Belize City. A prominent British Honduran who represents the hotel on Caye Chapel went to Los Angeles, California, in November, or December, 1971, and spoke with SAMMY DAVIS, JR.

The Caye Chapel Enterprise, which reportedly has been in financial difficulty since it opened in late 1970, has reorganized its financial structure several times. One

[] is still believed to have a principal financial interest. []

a United States citizen, was and possibly still is one of the major share holders. The firm has tried hard to obtain a casino license over the past two years but has met with opposition in the government, and no license has been issued to date.

REC-58

- 200 cc to CG PH
ma 6/1/72
7-31-72
381 boy
100 120 1501*
- 7 - Bureau
2 - Chicago
2 - Philadelphia
1 - Foreign Liaison Desk
1 - Managua

54 AUG 10 1972

AAC:il Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan
(8)



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JUL 28 1972

MGA 92-8

There is no legal casino gambling in British Honduras.

It was believed that [REDACTED]

[REDACTED]
[REDACTED] It is further believed that [REDACTED] of the resort have not given up their attempt to obtain a gambling license.

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Information copies of this letter are attached for forwarding by the Bureau to the Chicago and Philadelphia Offices for information.

Legat Managua will attempt to obtain further identifying data concerning the individuals mentioned in this letter.

UNITED STATES GOVERNMENT

Memorandum

TO : ACTING DIRECTOR, FBI (92-5505)

DATE: 8/21/72

FROM : *WLC* LEGAT MANAGUA (92-8)(RUC)

SUBJECT: LESLIE EARL KRUSE, aka
AR
(OO: CHICAGO)

Re Bureau letter dated 3/2/72 and Managua letter dated 7/21/72.

[] (PROTECT), []
[]
on 8/16/72 advised that the only possible location for a gambling casino in the entire territory of British Honduras would be in an American-owned resort hotel on Caye Chapel some 25 miles from Belize, British Honduras. [] advised that the hotel is on the verge of bankruptcy and that the few guests who have been there during the past summer left within a short period of time inasmuch as they were served with canned foods in the dining room and first class hotel facilities were completely unavailable.

[] stated that there had been talk of obtaining a gambling license for the hotel which would, in effect, bring in more and wealthier patrons. He indicated, however, that there is no possibility of a casino license being issued in British Honduras while GEORGE PRICE is Premier. He further added that PRICE expects to be Premier for a long time to come.

No further action is being taken in this matter in British Honduras.

REC-72 92-5505-319

- ⑤ Bureau
- 1-Foreign Liaison Desk
- 2-Chicago
- 1-Managua
- AAC/pml
- (6)

EX-105

22 AUG 25 1972

58 SEP 10 1972



5010-108-01

Buy U.S. Savings Bonds Regularly on the Payroll Savings Plan

EXP. PROC.

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FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 11/18/72	INVESTIGATIVE PERIOD 6/23 - 11/7/72
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY prk
		CHARACTER OF CASE AR	

REFERENCE:

Report of SA WILLIAM F. ROEMER, JR., dated 6/30/72 at Chicago.

- P -

LEADSCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

ADMINISTRATIVE

One copy of this report is being designated for the Las Vegas Office in view of information reported herein and in recent

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			
								PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
								PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED <i>RKM/rfm</i>	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 3-Bureau (92-5505) 1-USA, Chicago 1-AIC, Chicago Field Office (ATTN: [REDACTED]) 1-Las Vegas (INFO) 2-Chicago (92-1037)		92-5505-320	REC-67
		17 NOV 20 1972	ST-112
Dissemination Record of Attached Report		Notations	
Agency	1 CC. AAG, Criminal Division	STAT. SECT.	
Request Recd.	Organized Crime and Racketeering		
Date Fwd.	2744		
How Fwd.	2744		
By	59 DEC 11 1972		

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CG 92-1037

reports indicating the possibility that KRUSE has been interested in making investments in the Las Vegas area. No information has been confirmed in this respect. It is noted that KRUSE was known to be in Las Vegas over New Years of 1971 - 1972. The Las Vegas Office will be kept advised concerning allegations that KRUSE has attempted to invest money in Las Vegas. However, it is noted at this time none of these allegations have been confirmed by other sources or by investigation.

It is noted that the investigative period of this report is lengthy. This is due to the fact the Bureau has been kept advised concerning the activities of KRUSE by several teletypes and the submission of a report concerning KRUSE during this period would have been a mere status report and add nothing further to the information of the Bureau concerning his activities.

INFORMANTS

<u>Source</u>	<u>Date Contacted</u>	<u>Contacting Agent</u>
CG T-1 is [redacted]	10/20/72	SA ROBERT L. MALONE
CG T-2 is [redacted]	11/6/72	SA WILLIAM F. ROEMER, JR.

b7c

- B* -
COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to:

1-USA, Chicago
1-AIC, Chicago Field Office (ATTN: [REDACTED])

Report of:

SA WILLIAM F. ROEMER, JR.

Office: CHICAGO

Date:

11/18/72

Field Office File #: 92-1037

Bureau File #: 92-5505

Title:

LESLIE EARL KRUSE

Character:

ANTI-RACKETEERING

Synopsis:

Information has been obtained indicating the possibility that KRUSE has attempted to invest financially in gambling casinos and in hotels in Las Vegas, Nevada. [REDACTED] was served subpoena by FBI Agents in Chicago on 10/30/72. At time [REDACTED] will not enable him to honor terms of subpoena. Noted KRUSE suffered two heart attacks during past three years and had physical examination at Mayo Brothers Clinic in Rochester, Minnesota, in 9/71. Information has been obtained concerning KRUSE's health that he does take extreme caution not to over exert himself, but that with normal care he is able to conduct ordinary activity.

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that LES KRUSE has, during the past year or so up to the present time, been in the process of attempting to make investments in gambling casinos located in areas outside the City of Chicago, particularly in the Las Vegas, Nevada, area. This informant advised that when KRUSE traveled to Las Vegas in December, 1971, and January, 1972, on two occasions, it was regarding these perspective investments that he traveled. Informant advised that he was unable to ad-

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wise as to whether it is KRUSE's money alone that he is attempting to invest, or whether he is investing the money on behalf of himself and other leaders of organized crime in Chicago. Informant noted that KRUSE also made some effort to invest funds in gambling casinos in areas outside the continental limits of the United States.

CG T-1 advised, however, that as of the present time, KRUSE has not made any investment and every investment he has investigated has lead him to discontinue plans to invest in that venture.

A subpoena was served on [] in the lobby of the Pittsfield Building, 55 East Washington, Chicago, Illinois, at noon, October 30, by SAs JOHN R. BASSETT and WILLIAM F. ROEMER, JR. At the time [] accepted the subpoena, which commands his appearance before a Federal Grand Jury in Chicago on October 31, 1972, he complained that [] will not allow him to honor the terms of the subpoena. [] advised that he was going to get an affidavit from his physician to this effect.

It is noted that information has previously been reported that within the past three years KRUSE has had two heart attacks and he visited Mayo Brothers Clinic in Rochester, Minnesota, in September, 1971, with his close associate in the affairs of organized crime, GUS ALEX.

CG T-2, who is a close associate of KRUSE, advised that it is true that KRUSE exerts considerable caution on the advice of his physicians not to over exert himself and not to cause himself any undue tension. However, within the confines of these limitations, KRUSE is able to conduct routine ordinary and normal activity for a person his age.

CG T-2 advised that KRUSE continues to maintain his residence with his wife, ALFIE, in Skokie, Illinois, at an address which is known interchangeably as 5206 Oakton Street and 8018 Laramie Street.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
Chicago, Illinois
November 18, 1972

In Reply, Please Refer to
File No. **CG 92-1037**

Title **LESLIE EARL KRUSE**

Character **ANTI-RACKETEERING**

Reference is made to report of SA WILLIAM F.
ROEMER, JR., dated and captioned as above.

All sources (except any listed below) whose identities are concealed
in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 1/18/73	INVESTIGATIVE PERIOD 11/8/72-1/15/73
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY gr
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER, JR. dated 11/18/72 at Chicago.

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct investigation concerning the activities of KRUSE.

INFORMANTS

CG T-1 is [redacted] information furnished on October 25, 1972, to Special Agent ROBERT L. MALONE.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES		
							PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
							PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED

SPECIAL AGENT
IN CHARGE

DO NOT WRITE IN SPACES BELOW

COPIES MADE:

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(Attn: [redacted])
2-Chicago (92-1037)

92-5505-321

20 JAN 22 1973

REC-28

ST-104

Dissemination Record of Attached Report		Notations
Agency	CC. AAG, Criminal Division,	
Request Recd.		
Date Fwd.	Organized Crime and Racketeering	
How Fwd.	Section, Room 2244	
By		

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, Chicago
1-AIC, Chicago Field Office
(Attn: [REDACTED])
Report of: SA WILLIAM F. ROEMER, JR. Office: Chicago
Date: 1/18/73
Field Office File #: 92-1037 Bureau File #: 92-5505
Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: [REDACTED] appeared before a Federal Grand Jury (FGJ) in
Chicago on 12/13/72. [REDACTED]

[REDACTED]

-P-

DETAILS:

AT CHICAGO, ILLINOIS.

[REDACTED] appeared before the Federal
Grand Jury (FGJ) in Chicago on December 13, 1972.
Reportedly, [REDACTED]

[REDACTED]

KRUSE continues to reside with his wife, ELSIE,
in Skokie, Illinois, at an address known interchangeable

CG 92-1037

as 5206 Oakton Street and 8018 Laramie Street.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 3/20/73	INVESTIGATIVE PERIOD 1/15 - 3/15/73
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY prk
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER, JR., dated 1/18/73 at Chicago.

- P -

LEADCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct investigation concerning the activities of KRUSE.

INFORMANTSSource

CG T-1 is

Date Contacted

Several occasions during 2/73 & 3/73

Contacting Agent

SA WILLIAM F. ROEMER, JR.

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			

APPROVED

SPECIAL AGENT IN CHARGE

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COPIES MADE:

3-Bureau (92-5505)

1-USA, Chicago

1-AIC, Chicago Field Office (ATTN:)

2-Chicago (92-1037)

Dissemination Record of Attached Report	
Agency	CC. AAG, Criminal Division,
Request Recd.	
Date Fwd.	Organized Crime and Racketeering
How Fwd.	
By	Section, Room 2744

Notations

92-5505-322 REC-5
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- A* -

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55 MAR 30 1973

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, Chicago
1-AIC, Chicago Field Office (ATTN:)

Report of: SA WILLIAM F. ROEMER, JR. Office: CHICAGO
Date: 3/20/73

Field Office File #: 92-1037 Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: Top level meeting of leaders of organized crime in Chicago held at Luxor Baths, headquarters of JOSEPH AIUPPA, currently one of trio of hoodlum leaders running organized crime in Chicago. Meeting attended by KRUSE. Purpose of meeting was to advise upper echelon leaders of organized crime concerning fact DOMINIC DI BELLA had become boss of north side following death of former boss, ROSS PRIO. KRUSE very concerned regarding possibility he is to be indicted by FGJ following appearance before Grand Jury on 12/13/72. KRUSE apparently believes who was involved with KRUSE in attempt to obtain financial interest on Bonanza Gambling Casino in Las Vegas, will be primary witness against him.

Tel.

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- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that a top level meeting of leaders of organized crime was held on January 4, 1973, at the Luxor Baths on West North Avenue in Chicago, the headquarters of JOSEPH AIUPPA who is currently one of a trio of hoodlum leaders in charge of organized crime in Chicago. CG T-1 advised that KRUSE was present at this meeting and the purpose of the meeting was to advise the upper echelon leaders of organized crime concerning the recent change in the leadership of organized crime on the north side of Chicago. CG T-1 advised that KRUSE and

CG 92-1037

his other associates in the leadership of organized crime were advised on that occasion that DOMINIC DI BELLA had been chosen to succeed ROSS PRIO who had recently died and who until his death was the leader of organized crime on the north side of Chicago.

CG T-1 advised that at the present time KRUSE has considerable anxiety concerning the possibility that he will be indicted by the Federal Grand Jury in Chicago. CG T-1 advised that KRUSE appeared before this Federal Grand Jury on December 13, 1972, and invoked the Fifth Amendment as to all questions. However, KRUSE feels that [REDACTED] a Chicago businessman who was involved with him in efforts to obtain a financial interest in the Bonanza Gambling Casino in Las Vegas, is the primary witness against him and will testify before a Federal Court concerning the dealings in which he was involved with KRUSE in this situation, leading to the conviction of KRUSE. CG T-1 advised as a result KRUSE is extremely upset and his doctors are fearful that this anxiety will cause another heart attack, it being noted that KRUSE has suffered two heart attacks in the past two years.

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
Chicago, Illinois
March 20, 1973

In Reply, Please Refer to
File No. CG 92-1037

Title **LESLIE EARL KRUSE**

Character **ANTI-RACKETEERING**

Reference is made to report of SA WILLIAM F.
 ROEMER, JR., dated and captioned as above.

All sources (except any listed below) whose identities are concealed
in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 5/22/73	INVESTIGATIVE PERIOD 3/16/73 - 5/17/73
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY pal
		CHARACTER OF CASE AR	

REFERENCE: Chicago report of SA WILLIAM F. ROEMER dated 3/20/73.

- P -

LEADSCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct investigation concerning the activities of KRUSE.

INFORMANTS

CG T1 is [redacted] date contacted on numerous occasions during March, April and May, 1973, contacting Agent SA WILLIAM F. ROEMER, JR. CG T2 is [redacted]

b7D

ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES			

APPROVED

*H/RfM*SPECIAL AGENT
IN CHARGE

COPIES MADE:

- ③ - Bureau (92-5505)
- 1 - USA, Chicago
- 1 - AIC, Chicago Field Office
- 2 - Chicago (92-1037)

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92-5505-323 REC-10

MAY 24 1973

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Dissemination Record of Attached Report				Notations <i>NINE</i> DATA PROCESSING
Agency	CC, AAG, Criminal			
Request Recd.	Division, Organized Crime			
Date Fwd.	& Racketeering Section,			
How Fwd.	Room <i>PR-EX</i>			
By	<i>5/30/73</i>			

A*
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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office,

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Report of: SA WILLIAM F. ROEMER, JR. Office: Chicago
Date: 5/22/73

Field Office File #: 92-1037 Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

Character: ANTI - RACKETEERING

Synopsis: Current pattern of daily activity of KRUSE as of mid May, 1973, set out herein. Currently it is the custom of KRUSE to restrict his contacts with other leaders and members of organized crime to a most exclusive basis in view of two reasons. One is the fact that he is expecting to be indicted by the FGJ in Chicago in the very near future. The other is that he has recurred his heart problem and is not as active as he has been in the recent past. It is the current custom of KRUSE to leave his residence only two or three days per week. On these occasions he drives his automobile from his residence in Skokie, Illinois, a northern suburb of Chicago, to the Loop area where he parks in the Garrick Garage located on Randolph Street across from the Civic Center. He then meets with PIERCE in public restaurants according to pre-arranged coded messages he and PIERCE leave for each other, primarily in a "message drop" located in the basement restaurant of the Pittsfield Building. According to knowledgeable source, KRUSE at present time has very little activity in the area of his influence, Lake County, Illinois, where the former prime source of his income, gambling, has been drastically curtailed.

- P -

CG 92-1037

DETAILS:

AT CHICAGO, ILLINOIS:

The following information concerning the current daily pattern of activity on the part of KRUSE has been obtained through CG T1 and T2 and by observations of Special Agent (SA) WILLIAM F. ROEMER, JR.:

At the present time KRUSE has drastically curtailed his activity in behalf of organized crime. There are two reasons for this. One is that he expects to be indicted in the very near future by a Federal Grand Jury in Chicago for his participation in a situation involving Debtor's certificate of the Bonanza Gambling Casino in Las Vegas, Nevada, in 1968. It is noted that [REDACTED]

[REDACTED] The other reason for the curtailment of activity on the part of KRUSE is the fact that he has suffered a recurrence of the heart problem which hospitalized him two years ago.

As a result of these problems KRUSE leaves his residence on only two or three occasions per week at the present time. On these occasions he makes contact with his closest confidant and associate in organized crime, RALPH PIERCE. On these occasions KRUSE drives from his residence in Skokie, Illinois, and parks his automobile at the Garrick Garage located on Randolph Street across from the Civic Center in the Loop area of Chicago. He then walks approximately two blocks to the current "message drop" being utilized by KRUSE and PIERCE. This is located in the basement restaurant of the Pittsfield Building, 55 East Washington in the Loop area of Chicago. Messages as to the whereabouts of the proposed meeting are left by KRUSE and by PIERCE at this restaurant and meetings thereafter take place in different public restaurants located in remote areas of buildings in the Loop area of Chicago. As far as is known, KRUSE makes no other regular meetings with his associates in the leadership of organized crime at this time. The last known meeting KRUSE attended of a leadership level was in January, at the Luxor Baths when he was known to meet with JOSEPH AIUPPA, one of the Triumvirate currently bossing organized crime in Chicago.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois

May 22, 1973

In Reply, Please Refer to
File No.

CG 92-1037

Title : LESLIE EARL KRUSE, aka

Character: ANTI - RACKETEERING

Reference: Report of SA WILLIAM F. ROEMER, JR.
dated and captioned as above.

All sources (except any listed below) whose identities are concealed
in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 9/28/73	INVESTIGATIVE PERIOD 5/17 - 9/17/73
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY prk
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER, JR., dated 5/22/73 at Chicago.

- P -

LEADCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct investigation concerning the activities of KRUSE and report same.

INFORMANTSSourceDate ContactedContacting Agent

CG T-1 is

Numerous occasions during June, July, August & September, 1973

SA WILLIAM F. ROEMER, JR.

ACCOMPLISHMENTS CLAIMED				<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES		
						PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
						PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED

SPECIAL AGENT IN CHARGE

DO NOT WRITE IN SPACES BELOW

COPIES MADE:

3-Bureau (92-5505)
1-USA, Chicago
1-AIC, Chicago Field Office
(ATTN: [redacted])
2-Chicago (92-1037)

92-5505-324 REC-58

EX-104

Dissemination Record of Attached Report	
Agency	
Request Recd.	
Date Fwd.	CC. AAG, Criminal Division,
How Fwd.	Organized Crime and Racketeering
By	F-11 Section, Room 2744

Notations

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CG 92-1037

Source

CG T-2 is

Date Contacted

Numerous occasions
during June, July,
August & September,
1973

Contacting Agent

SA WILLIAM F. ROEMER, JR.

b7D

- B* -

COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, Chicago
1-AIC, Chicago Field Office (ATTN:)

Report of: SA WILLIAM F. ROEMER, JR. Office: CHICAGO
Date: 9/28/73

Field Office File #: 92-1037 Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

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b7c

Character: ANTI-RACKETEERING

Synopsis: At present time KRUSE relatively inactive in affairs of organized crime in Chicago. Reasons for this are twofold. 1) Diminution of income to organized crime in Lake County, Illinois, area bossed by KRUSE for several decades for organized crime. 2) Ill health of KRUSE during summer and early fall of 1973. KRUSE continues to be majority stockholder of Nu-Way Contractors, 655 North Kedzie Avenue, Chicago, and to reside at 5206 Oakton, Skokie, Illinois. Prime source of income to KRUSE at present is from his stock in Nu-Way Contractors.

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 and CG T-2 advise that LESLIE KRUSE continues to reside with his wife ELSIE at 5206 Oakton Street, Skokie, Illinois, an address interchangeably known as 8018 Laramie Street, Skokie.

CG T-1 advised that LES KRUSE is relatively inactive in the affairs of organized crime at the present time. He advised the reasons for this are twofold. 1) There has been a marked diminution of income from gambling in Lake County, Illinois. It is noted for many years KRUSE has been the "boss" of organized crime in

Lake County, Illinois, an area where during the 1940's and 1950's income from gambling in all of its forms was considerable. However, starting in the mid-1960's and continuing to the present day, income from this source has been dried up drastically with the result that KRUSE has lost considerable influence and power in the leadership of organized crime. This, according to CG T-1 is a natural result when a boss of organized crime no longer produces income to the couthers of organized crime, as he did previously. However, KRUSE is not unique in this regard, inasmuch as this situation has been prevelant in the Chicago area in recent years.

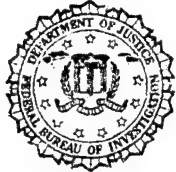
The other reason for the relative inactivity of KRUSE at the present time is his ill health. CG T-1 and CG T-2 have both advised that KRUSE continues to suffer from the heart attacks which he had two and three years ago. CG T-2 advised that he learned from another individual that KRUSE became very ill and had to have a supply of oxygen administered to him immediately which saved his life. CG T-2 advised that he learned from the other individual who apparently was in the presence of KRUSE when this occurance happened, that had several more minutes elapsed before the supply of oxygen was administered to KRUSE he would have lost his life. CG T-2 advised that he has heard from individuals who are close to KRUSE that from time to time he acts in a very remote and irrational manner as if he is in a daze and not in touch with reality.

CG T-1 advised that the bulk of income to KRUSE at the present time comes from the Nu-Way Contracting Company on Kedzie Avenue in Chicago. CG T-2 advised that KRUSE has owned Nu-Way since the 1940's. CG T-2 advised that whereas KRUSE was an officer of the Nu-Way Contracting Company during the 1940's, 1950's, and 1960's, and was well known in this capacity, he left this position in the late 1960's due to the fact that the FBI had disseminated information to General Services Administration advising them of his ownership and leadership in the Nu-Way Contracting Company. CG T-1 advised at this time Nu-Way bid on most of the contracts in the Chicago area and even built Post Offices in the Chicago suburbs. Up until that time Nu-Way was a very productive and lucrative enterprise. However, after it became known that KRUSE, a top level leader of organized crime in Chicago, was the person involved in Nu-Way, he was unable to successfully bid on these contracts even though his bids many times were the low bids. As a result,

CG 92-1037

the income from Nu-Way diminished considerably. KRUSE then left his position with Nu-Way and attempted to convince businesses and Governmental agencies that he was no longer involved in Nu-Way. However, according to CG T-1, KRUSE continues to be the majority stockholder in Nu-Way, although he is no longer an officer.

CG T-1 advised that as a result of this situation, KRUSE, represented by his front ~~HENRY~~^{FL} ORTH, the President of Nu-Way, has been attempting to sell Nu-Way. However, in view of the fact that Nu-Way has been unable to keep up its balance and maintain a good position in the industry, its worth in recent years is but a fraction of what it was worth previously and KRUSE has been unable to attract any serious offer. As a result, KRUSE continues to own Nu-Way and is continuing to attempt to sell it at his terms.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois
September 28, 1973

In Reply, Please Refer to

File No. **CG 92-1037**

Title **LESLIE EARL KRUSE**

Character **ANTI-RACKETEERING**

Reference is made to report of SA WILLIAM F. ROEMER, JR., dated and captioned as above.

All sources (except any listed below) whose identities are concealed in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 2/18/74	INVESTIGATIVE PERIOD 9/18/73 - 2/11/74
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER	TYPED BY rdo
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER dated 9/28/73, at Chicago.

- P -

LEADS

CHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO	
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES				
APPROVED <i>Hm</i>					SPECIAL AGENT IN CHARGE			DO NOT WRITE IN SPACES BELOW
COPIES MADE: 3 - Bureau (92-5505) 1 - USA, Chicago 1 - AIC, Chicago Field Office, ATTN: 2 - Chicago (92-1037)					92-5505-325			REC-57
					FEB 19 1974			
Dissemination Record of Attached Report					Notations			
Agency	OC. AAG, Criminal Division				NINE			
Request Recd.	Organized Crime and Racketeering				DATA PROC			
Date Fwd.								
How Fwd.	Section, Room 2744							
By								

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b7c

4 FEB 22 1974
COVER PAGE

CG 92-1037

INFORMANTS

Source

Date Contacted

Contacting Agent

CG T-1 is

Numerous occasions during the latter part of 1973 and January and February of 1974

Special Agent (SA)
WILLIAM F. ROEMER

b7D

CG T-2 is

Numerous occasions during the latter part of 1973 and January and February of 1974

SA WILLIAM F.
ROEMER

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office,
ATTN: [REDACTED]
Report of: SA WILLIAM F. ROEMER Office: Chicago
Date: 2/18/74
Field Office File #: 92-1037 Bureau File #: 92-5505
Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: KRUSE suffered massive heart attack, October, 1973, and was confined intensive care unit, St. Francis Hospital, Evanston, for considerable period of time. He remained hospitalized at St. Francis Hospital until November, 1973, and then was confined to his home through the latter part of December, 1973. KRUSE interviewed 2/11/74. Advised he has completely disassociated himself from any activity in organized crime. He advised that he has no activity in organized crime. He advised that he has no activity in Lake County, Illinois, and has not had any such activity there for approximately past dozen years. He advised that he continues to be majority stockholder of Nu-Way Contractors, 655 North Kedzie Avenue, Chicago, and visits Nu-Way offices during mornings of every week day other than Monday. On Monday ordinarily visits with his long time associate, RALPH PIERCE in Loop area. Continues to reside at 5206 Oakton, Skokie, Illinois. Advised at present his only income is from stock in Nu-Way Contractors and from legitimate stock and bond investments which he has made. Advised he is under constant care of Doctor [REDACTED] of St. Francis, Evanston.

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG 92-1037

CG T-1 and CG T-2 advised that LESLIE KRUSE continues to reside with his wife ELSIE at 5206 Oakton Street, Skokie, Illinois, an address which is also known as 8018 Laramie Street, Skokie.

CG T-2 advised that at the present time LES KRUSE generally is observed in the Loop area of Chicago only on Mondays. He advised that he apparently comes into the Loop for the prime purpose of visiting with his long time associate in the affairs of organized crime, RALPH PIERCE, and that these two generally meet with each other for lunch in public restaurants in the Loop area. CG T-2 advised that it formerly was the practice of KRUSE to meet with PIERCE at the basement restaurant in the Pittsfield Building but apparently KRUSE had some kind of a misunderstanding with the owner of this restaurant, MAURICE NORMAN, and has not been observed in this restaurant for the past year or so.

CG T-1 advised that KRUSE suffered a heart attack in October of 1973, and was confined to St. Francis Hospital in Evanston, Illinois, a northern suburb of Chicago, for a considerable period of time and that for a substantial period of time thereafter he convalesced at home. CG T-1 advised that KRUSE did not venture out of his home except under rare circumstances, until the latter part of December, 1973. He advised that at the present time KRUSE is making a normal recovery from this, his third, heart attack and is generally going about normal activity of a businessman his age. CG T-2 advised that about the only time KRUSE is seen by his former associates in organized crime is when he comes into the Loop area, usually on Mondays, in order to have lunch with his long time associate, RALPH PIERCE. CG T-2 advised that insofar as he is aware KRUSE at present has no active role in organized crime and no income there from.

CG T-2 advised that at the present time KRUSE is driving a 1971 Pontiac automobile with 1974 Illinois license number LEK 18. When he comes into the Loop, KRUSE generally parks his car in the Garrick Garage located on Randolph between Clark and Dearborn on the north side of the street.

FEDERAL BUREAU OF INVESTIGATION

1

Date of transcription 2/13/74

LESLIE EARL KRUSE was interviewed in the presence of his friend, RALPH PIERCE.

KRUSE affirmed that he had suffered a massive heart attack in October of 1973, and that he was confined for a substantial period of time thereafter at St. Francis Hospital, first in the intensive care unit and subsequently in a private room. KRUSE advised that following his discharge from St. Francis Hospital he convalesced at home in Skokie, Illinois, for a considerable period of time going outside his residence only on rare occasions until late December, 1973. He advised that since late December, 1973, he is making a good recovery and is able to slowly but surely regain his former health.

KRUSE denied that he has any current income from the affairs of organized crime or that he has any activity whatsoever at present in organized crime. He refused to admit that he had any such responsibility at any time in his life but stated that whatever allegations might have been made against him in the past they can certainly not be substantiated at this time. He advised that although it has been alleged that he is the "boss" of organized crime in Lake County, Illinois, he has not had any interest whatsoever in Lake County, Illinois, for the past dozen or so years. He advised that he formerly was acquainted with TOMMY GRIFFITH, a known gambler in Lake County, Illinois, but since the death of GRIFFITH has had no acquaintances in Lake County which he can immediately recall.

KRUSE advised that he has only two sources of income at the present time. He admitted that he is the majority stockholder of the Nu-Way Contracting Company at 655 North Kedzie Avenue in Chicago. He advised that he understands that this company has been "black listed" by the United States Government, particularly the General Services Administration, and since that happened, approximately six or seven years ago, his ability to bid on government jobs has been eliminated with the result that his income from the Nu-Way Contracting Company has been severely

Interviewed on 2/11/74 at Chicago, Illinois File # CG 92-1037
by SA WILLIAM F. ROEMER, JR./rdo Date dictated 2/11/74

3

diminished. However, he advised that the Nu-Way Contracting Company is the best plumbing company in Chicago and as a result still has some business which affords him an income. He advised that although years ago he was an officer of this company, he has no longer been an officer for several years due to the fact that he feels that his reputation as a "newspaper character" harms the business. At the present time one HENRY ORTH, who also is a substantial stockholder in the company, has the title of president of Nu-Way Contractors. KRUSE advised that his other income is derived from his legitimate investments in stocks and bonds.

KRUSE advised that except for Mondays when he generally comes into the Loop area "to find out how my buddy, RALPH PIERCE, is doing", he visits the offices of Nu-Way every week day morning. He stated it is his general practice to leave his residence at Laramie and Oakton in Skokie during the mid morning hours and drive his Pontiac automobile to Nu-Way. He remains there for a short number of hours and then returns to his residence as a usual custom.

KRUSE stated that his physician is Doctor [redacted] of St. Francis Hospital and that he is under the current constant care of Doctor [redacted]. He advised that Doctor [redacted] has advised him to go very slow and easy in every undertaking, to cut out all drinking and smoking, and to maintain his weight below his former weight. KRUSE stated that he finds that as long as he conducts himself without any excitement and in a very slow and easy manner he is able at present to drive and to walk as would any normal businessman his age.

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois
February 18, 1974

In Reply, Please Refer to
File No.

CG 92-1037

Title **LESLIE EARL KRUSE, aka**

Character **ANTI-RACKETEERING**

Reference **is made to the report of Special Agent
WILLIAM F. ROEMER, JR. dated and
captioned as above.**

All sources (except any listed below) whose identities are concealed
in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 4/18/74	INVESTIGATIVE PERIOD 2/12/74 - 4/12/74
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER	TYPED BY pmf
		CHARACTER OF CASE ANTI-RACKETEERING	

REFERENCE: Report of SA WILLIAM F. ROEMER dated 2/18/74, at Chicago.

- P -

LEADCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

ACCOMPLISHMENTS CLAIMED				<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES		
APPROVED <i>HVH</i>					SPECIAL AGENT IN CHARGE	
COPIES MADE:					DO NOT WRITE IN SPACES BELOW	
③ - Bureau (92-5505) 1 - USA, Chicago 1 - AIC, Chicago Field Office, 2 - Chicago (92-1037)					92-5505-326 REC-64 12 APR 22 1974 DATA PROC	
Dissemination Record of Attached Report					Notations	
Agency						
Request Recd.	CC. AAG, Criminal Division					
Date Fwd.	Organized Crime and Racketeering					
How Fwd.						
By	Section, Room 2744					

CG 92-1037

INFORMANTS

Source

Date Contacted

Contacting Agent

CG T-1

[REDACTED]

3/11/74

SA WILLIAM F. ROEMER

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office,

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Report of: SA WILLIAM F. ROEMER
Date: 4/18/74

Office: Chicago, Illinois

Field Office File #: 92-1037

Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: In March, 1974, KRUSE moved to 5220 Oakton, Skokie, Illinois, Apartment 305, located very close to his former residence at 5206 Oakton in Skokie. KRUSE is currently driving automobile with 1974 Illinois plates LEK 18. Recently he visited Las Vegas. Generally conducts business at Nu-Way Contracting Company on Kedzie Avenue each week day during late morning hours except on Mondays. Continues to make normal recovery from massive coronary which he suffered in October, 1973.

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that LES KRUSE moved to 5220 Oakton, Skokie, Illinois, Apartment 305, in March, 1974. He noted that this residence is located practically next door to the former residence of KRUSE, 5206 Oakton, Skokie, Illinois.

Informant advised that KRUSE continues to make a normal recovery from the massive coronary which he suffered in October, 1973, and generally can be located during the late morning hours at his place of business, the Nu-Way Contractors on Kedzie Avenue, near North Avenue in Chicago. CG T-1 advised that KRUSE is generally at his place of business during the late morning hours on every week day except on Mondays.

CG 92-1037

Informant advised that KRUSE is currently driving a Pontiac automobile with 1974 Illinois License Plates LEK 18. It is noted that LEK are the initials of KRUSE.

Informant advised that although he cannot furnish specific dates and details, he believes that KRUSE travelled to Las Vegas, Nevada, sometime during March, 1974. Informant advised that he does not believe that KRUSE performed any service on behalf of organized crime in regards to his travel to Las Vegas and believes that the trip was strictly for pleasure purposes.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois
April 18, 1974

In Reply, Please Refer to
File No. 92-1037

Title	LESLIE EARL KRUSE
Character	ANTI-RACKETEERING
Reference	Reference is made to Chicago report of SA WILLIAM F. ROEMER dated and captioned as above.

All sources (except any listed below) whose identities are concealed
in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 6/20/74	INVESTIGATIVE PERIOD 4/13 - 6/18/74
TITLE OF CASE LESLIE EARL KRUSE aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY prk
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER, JR., dated 4/18/74 at Chicago.

- P -

LEADCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

INFORMANTSSource

CG T-1 is

Date Contacted

5/28/74

Contacting Agent

SA WILLIAM F. ROEMER, JR.

ACCOMPLISHMENTS CLAIMED				<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES		
						PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
						PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE:		REC-23	
3-Bureau (92-5505) 1-USA, Chicago 1-AIC, Chicago Field Office (ATTN:) 2-Chicago (92-1037)		12 JUN 21 1974	

Dissemination Record of Attached Report		Notations NINE DATA PROC
Agency		
Request Recd.	CC. AAG, Criminal Division	
Date Fwd.	Organized Crime and Racketeering	
How Fwd.	Section, Room 2744	

56 JUN 27 1974

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, Chicago
1-AIC, Chicago Field Office (ATTN:)
Report of: SA WILLIAM F. ROEMER, JR. Office: CHICAGO
Date: 6/20/74

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Field Office File #: 92-1037 Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: KRUSE continues to make satisfactory recovery from massive coronary which he suffered several months ago. However, KRUSE ordinarily limits his daily activities to 2 or 3 hours per day. Most of activity concerns conduct of his business, Nu-Way Contracting Company, Chicago. KRUSE continues to reside at 5220 Oakton, Skokie, Illinois, Apartment 305.

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that KRUSE continues to make a satisfactory recovery from the massive coronary which he suffered several months ago. As a result of this problem, KRUSE currently is restricting his normal working hours to two or three hours per day.

CG T-1 advised that it is the normal current custom of KRUSE to leave his residence at 5220 Oakton, Skokie, Illinois, where he resides in a condominium, Apartment 305, driving his 1974 Pontiac automobile with license plates LEK 18, and drive to the offices of the

CG 92-1037

Nu-Way Contracting Company on Kedzie Avenue near North Avenue on the northwest side of Chicago. KRUSE generally arrives there during the late morning hours and remains through the lunch hours, returning to his residence in the early afternoon hours.

CG T-1 advised that the only individual in organized crime whom KRUSE is currently meeting on a regular basis is RALPH PIERCE, upper echelon leader of organized crime who has had responsibility for the affairs of organized crime on the south side of Chicago.

CG T-1 advised that these meetings regularly took place in the past in the basement restaurant at the Pittsfield Building, 55 East Washington, Chicago. However, according to the informant, KRUSE has recently had a falling out with the owner of that restaurant, MAURICE NORMAN, with the result that the meetings which take place between PIERCE and KRUSE no longer take place there. CG T-1 advised that these meetings usually take place only approximately once per week, usually on Mondays.

CG T-1 advised that it has been the specialty of KRUSE in the affairs of organized crime to be an expert on casino-type gambling. However, in view of the fact that in recent years this type of gambling has deteriorated in the Chicago area, KRUSE is currently very inactive in the affairs of organized crime. This has also been as a result of the incapacity of KRUSE in view of the delicate situation regarding his health.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
Chicago, Illinois
June 20, 1974

In Reply, Please Refer to
File No. CG 92-1037

Title **LESLIE EARL KRUSE**

Character **ANTI-RACKETEERING**

Reference **is made to report of SA WILLIAM F. ROEMER, JR., dated and captioned as above.**

All sources (except any listed below) whose identities are concealed in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE OCT 22 1974	INVESTIGATIVE PERIOD 6/19 - 10/17/74
TITLE OF CASE LESLIE EARL KRUSE aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY prk
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER, JR., dated 6/20/74 at Chicago.

- P -

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

INFORMANTS

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN:		
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES	PENDING OVER ONE YEAR <input type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO				
<div style="font-size: 4em; transform: rotate(-15deg); opacity: 0.5;">KRM</div>					SPECIAL AGENT IN CHARGE		DO NOT WRITE IN SPACES BELOW		
APPROVED COPIES MADE: 3-Bureau (92-5505) 1-USA, Chicago 1-AIC, Chicago Field Office (ATTN:) 2-Chicago (92-1037)					<div style="font-size: 2em; font-family: monospace;">92-5505-328</div> <div style="float: right; border: 1px solid black; padding: 2px;">REC-72</div>				
					<div style="font-size: 1.5em; font-family: monospace;">7 OCT 25 1974</div>				
Dissemination Record of Attached Report					Notations				
Agency	Request Recd. CC. AAG, Criminal Division, Date Fwd. Organized Crime and Racketeering How Fwd. Section, Room 2744 By ids				<div style="font-size: 2em; font-family: monospace;">NINE</div> <div style="border: 1px solid black; padding: 5px; transform: rotate(-10deg); display: inline-block;">DATA PROC</div>				
Request Recd.									
Date Fwd.									
How Fwd.									
By									

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CG 92-1037

Source

CG T-1 is

Date Contacted

Numerous occasions
during June, July,
August, September &
October, 1974

Contacting Agent

SA WILLIAM F. ROEMER, JR.

b7D

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1-USA, Chicago
1-AIC, Chicago Field Office (ATTN:)
Report of: SA WILLIAM F. ROEMER, JR. Office: CHICAGO
Date: **OCT 22 1974**
Field Office File #: 92-1037 Bureau File #: 92-5505
Title: LESLIE EARL KRUSE

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Character: ANTI-RACKETEERING

Synopsis: Recovery of KRUSE from massive coronary attacks which he suffered over year ago almost complete. KRUSE recently visited Portes Cancer Prevention Center in Chicago for complete physical exam and received clean bill of health. GUS ALEX, one of members of leadership team currently directing affairs of organized crime, relying on advice and counsel of KRUSE in policy decisions. KRUSE continues to own and assist in operation of Nu-Way Contracting Company, Chicago. Continues to reside at 5220 Oakton, Skokie, Illinois, Apartment 305.

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that the recovery of LES KRUSE from the massive coronary which he suffered over a year ago is now practically complete.

Informant advised that KRUSE recently obtained full physical examination from GEORGE and ANNA PORTES Cancer Prevention Center, 33 West Huron Street, Chicago, Illinois, and at the completion of the examination was advised that he is making a very normal recovery and that there are no problems attendant to his recovery.

CG 92-1037

CG T-1 advised that at the present time KRUSE is associating with GUS ALEX, one of the members of the three-man leadership team currently responsible for the direction of organized crime in Chicago, and is being relied on by ALEX for advice and counsel in the direction of organized crime.

CG T-1 advised that KRUSE continues to own and assist in the operation of the Nu-Way Contracting Company, 655 North Kedzie Avenue, Chicago, Illinois. CG T-1 advised that three or four mornings per week, KRUSE can be located in the offices of this company until the early afternoon hours.

CG T-1 advised that KRUSE continues to reside in Apartment 305, 5220 Oakton Street, Skokie, Illinois. It is noted that KRUSE moved into this apartment approximately one year ago after having resided one block away practically his entire adult life.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
Chicago, Illinois

OCT 22 1974

In Reply, Please Refer to
File No. CG 92-1037

Title LESLIE EARL KRUSE

Character ANTI-RACKETEERING

Reference is made to report of SA WILLIAM F.
ROEMER, JR., dated and captioned as above.

All sources (except any listed below) whose identities are concealed
in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE JAN 28 1975	INVESTIGATIVE PERIOD 10/18/74 - 1/17/75
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA WILLIAM F. ROEMER, JR.	TYPED BY rdo
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER dated 6/20/74, at Chicago.

- P -

LEADCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	AUTO.	FUG.	FINES	SAVINGS	RECOVERIES		
APPROVED <i>Hvu</i>						SPECIAL AGENT IN CHARGE	
COPIES MADE:						DO NOT WRITE IN SPACES BELOW	
3 - Bureau (92-5505) 1 - USA, Chicago 1 - AIC, Chicago Field Office, 2 - Chicago (92-1037)						92-5505-329 21 JAN 30 1975 EX 104	
Dissemination Record of Attached Report						Notations	
Agency	1 CC. AAG, Criminal Division,					NINE DATE PROC	
Request Recd.							
Date Fwd.	Organized Crime and Racketeering						
How Fwd.	Section, Room 2454						
By							

58 FEB 4 1975

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CG 92-1037

ADMINISTRATIVE

On January 14, 1975, [] advised that he had recently been informed by KRUSE that SA WILLIAM F. ROEMER had been in touch with KRUSE a year or more ago in an apparent attempt to solicit the cooperation of KRUSE. KRUSE advised [] that it was about that time that he suffered a heart attack. CTE advised that KRUSE expressed respect for SA ROEMER and particularly stated he appreciated the fact that SA ROEMER had visited him in St. Francis Hospital in Evanston and instructed the head nurse to give KRUSE special attention. CTE advised that although KRUSE did not state it in so many words, he, CTE, gained the impression that KRUSE, who is now recovered from his physical problems as indicated in the body of this report, may now be susceptible to another approach by SA ROEMER. []

b7D

INFORMANTS

<u>Source</u>	<u>Date Contacted</u>	<u>Contacting Agent</u>
CG T-1 is []	January 14, 1975	SA WILLIAM F. ROEMER

- B* -
COVER PAGE

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office,
[redacted]

Report of: SA WILLIAM F. ROEMER, JR.
Date:

Office: Chicago

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JAN 28 1975
Field Office File #: 92-1037

Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: KRUSE has completely recovered from massive coronary attacks which he suffered in 1973, and following a vacation to western states during Christmas through January, 1975, expects to resume active role in affairs of organized crime in Chicago.

- P -

DETAILS: AT CHICAGO, ILLINOIS

CG T-1 advised that KRUSE has now completely recovered from the massive coronary attacks which he suffered in 1973.

CG T-1 advised that KRUSE took a trip with his wife to the western states of the United States leaving Chicago just after Christmas, 1974. He expected to remain in the western states, including California, through January.

CG 92-1037

Informant advised that upon the return of KRUSE it is expected that he will have completed his recuperative period and that he will be again physically fit to resume complete participation in the affairs of organized crime in Chicago.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
Chicago, Illinois

JAN 28 1975

In Reply, Please Refer to
File No.

CG 92-1037

Title **LESLIE EARL KRUSE, aka**

Character **ANTI-RACKETEERING**

Reference **is made to the report of Special Agent
WILLIAM F. ROEMER, JR. dated and
captioned as above.**

All sources (except any listed below) whose identities are concealed
in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 5/21/75	INVESTIGATIVE PERIOD 1/31/75 - 5/15/75
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA JAMES F. BONNER	TYPED BY cjb
		CHARACTER OF CASE AR	

REFERENCE: Report of SA WILLIAM F. ROEMER, JR. dated 1/28/75 at Chicago.

-P-

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the activities of KRUSE.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES			
APPROVED Hm						SPECIAL AGENT IN CHARGE	
COPIES MADE:						DO NOT WRITE IN SPACES BELOW	
③ - Bureau (92-5505) 1 - USA, Chicago 1 - AIC, Chicago Field Office [redacted] 2 - Chicago (92-1037)						92-5505-33 MAY 27 1975 REC-35 ST-101	
Dissemination Record of Attached Report						Notations	
Agency	CC. AAG, Criminal Division					DATA PROC.	
Request Recd.	Organized Crime and Racketeering						
Date Fwd.	4 JUN 2 2 29 PM '75						
How Fwd.							
By							

CG 92-1037

INFORMANTS

Source

CG T-1 is

[REDACTED]

CG T-2 is

[REDACTED]

CG T-3 is

[REDACTED]

Contacting Agent

SA WILLIAM F. ROEMER, JR.

SA WILLIAM F. ROEMER, JR.

SA WILLIAM F. ROEMER, JR.

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office

Report of: SA JAMES F. BONNER Office: CHICAGO
Date: 5/21/75

Field Office File #: 92-1037 Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

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Character: ANTI-RACKETEERING

Synopsis: Subject's former residence at 8018 Laramie, Skokie, Illinois, razed in 9/74. Subject allegedly residing with on northwest side of Chicago. Subject, reportedly, serving as chief lieutenant of GUS ALEX, who is member of three man leadership team directing affairs of organized crime in Chicago.

-P-

DETAILS:At Chicago, Illinois.Residence

On May 15, 1975, it was determined that the site of subject's former residence at 8018 Laramie, Skokie, was razed in September, 1974 and is presently the site of the Oakton Terrace Condominiums. This apartment complex contains 40 condominium apartments constructed by the SIM Construction Company, telephone number 677-2220.

It was determined that the above mentioned structure is to be assigned the address 5200 Oakton, Skokie. The apartments at this address are currently being prepared for occupancy.

CG 92-1037

On May 15, 1975, inquiry at 8017 Laramie, Skokie, disclosed that the subject in September, 1974 took up residence with [] on the northwest side of Chicago, and reportedly intends to take up residence in the new condominium apartment complex at 5200 Oakton when it is ready for occupancy.

Inquiry on May 15, 1975, at 5220 Oakton, Skokie, subject's past reported residence, disclosed apartment 305 is occupied by one []. However a second mailbox was noted bearing the name "D. KRUSE" and the box number 305.

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Activities

On January 31, 1975, CG T-1 advised that the subject has very little going for himself in Lake County, Illinois at this time. KRUSE formerly was the district leader in that area and still has many contacts there. Lake County however has become a very "open" area and other leaders in organized crime feel free to operate there.

On February 14, 1975, CG T-2 advised that RALPH PIERCE and LESLIE KRUSE were at the wake of NANCY RICCA. PIERCE is one of several "top guys" who feels that SAM GIANCANA ruined things and shows a distaste for GIANCANA. KRUSE, however, has the greatest respect for GIANCANA as a "money maker." Many years ago KRUSE, TONY ACCARDO and PIERCE operated a card and dice casino type operation which moved through the Chicago area and catered to the "high rollers." During the heyday of organized crime this game was an extremely lucrative operation which paid coffers of organized crime as well as the pockets of the three above mentioned individuals. As a result of this KRUSE, who made very advantageous investments in the 1940's and 1950's is a wealthy man today.

On March 17, 1975, CG T-3 advised that []

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[] In the early 1960's, [] was contacted by MURRY HUMPHREYS, former top leader of organized crime in Chicago, who requested [] to travel to the Dominican Republic to survey a proposed venture in which the leaders of organized crime

CG 92-1037

in Chicago were contemplating. As a result of this request [] traveled with LES KRUSE, another upper echelon leader of organized crime in Chicago to Santo Domingo. This trip took place within a matter of several weeks following the revolution which occurred in the Dominican Republic. As a result of the difficult political situation in Santo Domingo at that time, [] recommended against the proposed venture and the leaders of organized crime subsequently followed [] advice and did not become involved in the venture.

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The leaders of organized crime in Chicago greatly valued the expertise of KRUSE in gambling type operations in view of the fact that for many years KRUSE operated "sneak" casino type gambling operations through the Chicago area with constant success. Therefore, KRUSE is considered by organized crime leaders to be the ultimate authority concerning casino gambling.

On April 9, 1975, CG T-1 advised that GUS ALEX continues to be one of the members of the three man leadership team currently directing the affairs of organized crime in Chicago. ALEX uses LES KRUSE as a chief lieutenant at the present time.



In Reply, Please Refer to
File No. CG 92-1037

UNITED STATES DEPARTMENT OF JUSTICE

FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois

May 21, 1975

Title	LESLIE EARL KRUSE
Character	ANTI-RACKETEERING
Reference	Report of Special Agent James F. bonner dated and captioned as above.

All sources (except any listed below) whose identities are concealed
in referenced communication have furnished reliable information in the past.

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE OCT 7 1975	INVESTIGATIVE PERIOD 6/7/75 - 9/22/75
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA JAMES F. BONNER	TYPED BY LSN
		CHARACTER OF CASE AR	

REFERENCE: Chicago report of SA JAMES F. BONNER, 5/21/75.

- P -

LEADSCHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the subject.

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ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO	
CONVIC.	FUG.	FINES	SAVINGS	RECOVERIES				
APPROVED					SPECIAL AGENT IN CHARGE			DO NOT WRITE IN SPACES BELOW
COPIES MADE:								12-5805-332 REC-49
③ - Bureau (92-5505) 1 - USA, Chicago 1 - AIC, Chicago Field Office (ATTN:) 2 - Chicago (92-1037)					4 OCT 10 1975			
Dissemination Record of Attached Report					Notations			
Agency					NONE DATA PROC			
Request Recd.								
Date Fwd.								
How Fwd.								
By								

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- A -
COVER PAGE

CG 92-1037

INFORMANTS

Source	Contacting Agent
CGT-1 is [REDACTED]	WILLIAM F. ROEMER
CGT-2 is [REDACTED]	WILLIAM F. ROEMER
CGT-3 is Records, Dunn and Bradstreet	
CGT-4 is [REDACTED]	FRANK J. FORD
CGT-5 is [REDACTED]	WILLIAM F. ROEMER
CGT-6 is [REDACTED]	WILLIAM F. ROEMER
CGT-7 is [REDACTED]	

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[REDACTED] whose identity
is being protected at his
request and who was contacted by
the Miami Office

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office (ATTN:)
Report of: SA JAMES F. BONNER Office: CHICAGO
Date: OCT 7 1975
Field Office File #: 92-1037 Bureau File #: 92-5505
Title: LESLIE EARL KRUSE

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b7C

Character: ANTI-RACKETEERING

Synopsis: Subject resides at Oakton Terrace Apartments, 5200 Oakton, Skokie, Apartment 407. Subject continues to serve as the Chief Lieutenant of GUS ALEX, Chicago organized crime figure.

- P -

DETAILS: At Chicago, Illinois.

Residence

CGT-1 advised on September 3, 1975, as follows:

The Oakton Terrace Appartments, Oakton and Laramie Avenues, Skokie, Illinois, are condominium type apartments. Subject sold the land on which the apartment building is located to the corporation which constructed the apartment building.

On July 10, 1975, CGT-2 advised the subject moved from the residence of in Des Plaines, Illinois, where he had been living temporarily into a apartment at the Oakton Terrace, 5200 Oakton Avenue, Skokie, Apartment 407. This apartment building is located on property once owned by the subject.

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Financial Interests

On July 10, 1975, CGT-2 advised as follows:

The subject is a hidden owner of the corporation which built the Oakton Terrace Apartment, 5200 Oakton Avenue, Skokie. The subject invested a considerable amount of money in the construction of the building at that address.

DICK BURNAN, also known as DICK BURNS, life-time associate of the subject, may also be involved in the above mentioned construction company, possibly represents the subject's financial interest in the company. [redacted] one of whom is an attorney, may be involved in representing the subject's interest in the aforementioned construction company.

On August 5, 1975, records, Real Estate Index, 108 West Lake Street, disclose the title to the property at 5200 Oakton, Skokie, is held by the First National Bank of Skokie, as trustee of trust number 50026. This property is recorded in the Office of the Recorder of Deeds under document number 22585693 dated December 21, 1973, and filed January 3, 1974. The tax payer's names for taxes paid in 1974, were shown as [redacted]. The property has permanent index number 10-21-300-022.

On August 4, 1975, CGT-3 advised as follows:

The Sim Construction Company, Inc., is a company engaged in apartment building and residence construction located at 3354 Main Street, Skokie, telephone number 312-677-0220. Officers of the company are as follows:

[redacted]	President
[redacted]	Vice President;
[redacted]	Secretary;
[redacted]	Treasurer.

The above mentioned corporation is an Illinois corporation chartered December 31, 1960. This corporation was started by the Principals in 1958 as a partnership. [redacted] born [redacted] is married. [redacted] born [redacted], respectively, are married and employed as housewives and are not active in the business. [redacted] born [redacted] is married and was employed in the construction business with one [redacted] from 1950 to 1958.

Passport

On June 10, 1975, United States Government Records as examined by Special Agent (SA) [] disclosed that subject's passport, a-364806, issued at Chicago, on March 13, 1970, expired on March 13, 1975. The subject must effect a new passport application if he desires to be in possession of a valid passport.

Health

On July 15, 1975, CGT-4 advised the subject is in poor physical health due to a "heart problem" and periodically has to have access to an emergency supply of oxygen.

Activities

On July 20, 1975, CGT-2 advised as follows:

It is the function of the subject to travel on a periodic basis to Las Vegas, as the representative of GUS ALEX. The subject has established [] an attorney practicing law on La Salle Street, as a collector of gambling debts for Las Vegas casinos. [] institutes legal action against persons in the Chicago area who travel to Las Vegas casinos, lose money, and return to Chicago owing money to the casinos by reason of gambling losses.

On July 29, 1975, CGT-5 advised as follows:

The subject makes frequent trips to Las Vegas and usually stays at the Star Dust Hotel in that city. CGT-5 is not aware of the nature of the subject's trips to Las Vegas, but it is the sources understanding that the subject is attending to business for GUS ALEX.

On August 7, 1975, CGT-2 advised as follows:

The subject is definitely the Chief Lieutenant of GUS ALEX at the present time.

CG 92-1037

Associates

On September 2, 1975, CGT-6 advised as follows:

RALPH PIERCE was in the company of the subject on August 20, 1975, at the Piser Funeral Home, 5200 North Broadway, on the occasion of the death and services for MAURIE NORMAN, who was a close associate of both the subject and PIERCE.

On August 7, 1975, CGT-2 advised as follows:

Subject frequently utilizes RICHARD BURNAS, mentioned above, to perform minor jobs and errands for him. BURNAS resides in the immediate neighborhood of the subject's residence.

TRAVEL

On June 7, 1975, CGT-2 advised as follows:

The subject was to travel to Las Vegas on June 8, 1975, and to remain there until June 11, 1975. The subject generally stays at the Star Dust and occasionally at the Dunes while in Las Vegas.

Records, Star Dust Hotel - Casino and Dunes Hotel-Casino, Las Vegas, Nevada, were examined and failed to disclose any information to indicate that the subject was a guest at those hotels between June 8, 1975 and June 11, 1975. Observations by SA [] on the evenings of June 9, 1975 and June 10, 1975, and at Mc Carran International Airport on June 11, 1975, failed to disclose the presence of the subject.

On July 17, 1975, CGT-2 advised the subject and GUS ALEX traveled to Florida, July 14, 1975 for a stay of approximately two week duration, part of which was to be spent at the condominium of GUS ALEX in Fort Lauderdale, Florida.

On July 22, 1975 and July 29, 1975, Detective [] Fort Lauderdale, Florida, Police Department, advised his sources had not furnished any information to disclose the presence of the subject or GUS ALEX in the Fort Lauderdale, Florida, area.

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Spot checks on July 22, 29, 1975 and August 5, 1975, failed to disclose the presence of the subject or GUS ALEX at ALEX's residence, the Regency Towers South, Fort Lauderdale.

On August 6, 1975, CGT-7 advised GUS ALEX was last

The source stated that neither ALEX nor anyone else has been making use of ALEX's residence throughout the summer, 1975.

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In Reply, Please Refer to
File No. 92-1037

UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION
Chicago, Illinois

OCT 7 1975

Title LESLIE EARL KRUSE, aka.

Character ANTI- RACKETEERING

Reference Chicago report of SA JAMES F. BONNER
dated OCT 7 1975

All sources (except any listed below) whose identities are concealed
in referenced communication have furnished reliable information in the past.

CG T-7, with whom sufficient contacts have not been
had to determine reliability.

NR 915 CG CODE

7:33PM URGENT 7/18/75 RMC

TO DIRECTOR
MIAMI

FROM CHICAGO (92-373) (92-1437)

GUS ALEX, AKA, AR, OO: CHICAGO.

LESLIE KRUSE, AKA, AR, OO: CHICAGO.

[REDACTED] ADVISED ON JULY 17, 1975, THAT CAPTIONED INDIVIDUALS LEFT CHICAGO TOGETHER ON MONDAY, JULY 14, 1975, EN ROUTE TO FLORIDA, WHERE THEY INTEND TO MEET WITH OTHER TOP LEADERS OF ORGANIZED CRIME TO DISCUSS A CONTEMPLATED INVESTMENT.

SOURCE RELATED KRUSE AND ALEX PLAN TO REMAIN IN FLORIDA FOR TEN DAYS OR MORE WITH KRUSE STAYING AS GUEST IN ALEX' CONDOMINIUM AT FORT LAUDERDALE.

SOURCE FURTHER ADVISED KRUSE INTENDS TO PURCHASE ~~100~~ 92-5505- AUG 5 1975 CONDOMINIUM IN FORT LAUDERDALE VICINITY IN ADDITION TO MAKING UNKNOWN FLORIDA INVESTMENT MENTIONED ABOVE.

MIAMI AT FORT LAUDERDALE, ATTEMPT TO EFFECT APPROPRIATE COVERAGE ON STAY OF CAPTIONED INDIVIDUALS THERE IN EFFORT TO

Asst. Dir.	
Exec. Asst.	
Dep. Dir.	
Adm. Serv.	
Ident.	
Inspection	
Intell.	
Laboratory	
Plan. & Insp.	
Spec. Inv.	
Training	
Legal Coun.	
Telephone Rm.	
Director Sec'y	

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PAGE TWO CG 92-373 AND 92-1037

ASCERTAIN DETAILS OF THEIR ACTIVITIES OR INVESTMENTS.

BUREAU WILL BE ADVISED OF DEVELOPMENTS.

END.

HOLD

FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 2/19/76	INVESTIGATIVE PERIOD 10/20/75 - 2/18/76
TITLE OF CASE 0 LESLIE EARL KRUSE, aka		REPORT MADE BY SA JAMES F. BONNER	TYPED BY MAM
		CHARACTER OF CASE AR	

REFERENCE: Chicago report of SA JAMES F. BONNER, 10/7/75.

-P-

LEAD

CHICAGO

AT CHICAGO, ILLINOIS. Will continue to conduct and report investigation concerning the subject.

ACCOMPLISHMENTS CLAIMED					<input checked="" type="checkbox"/> NONE	ACQUIT- TALS	CASE HAS BEEN: PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
CONVIC.	PRETRIAL DIVERSION	FUG.	FINES	SAVINGS	RECOVERIES		

APPROVED R6H/RPC	SPECIAL AGENT IN CHARGE	DO NOT WRITE IN SPACES BELOW	
COPIES MADE: 1 ADD 3 - Bureau (92-5505) 1 - USA, Chicago 1 - AIC, Chicago Field Office (ATTN: [REDACTED]) 2 - Chicago (92-1037)		92-5505-333 5 FEB 23 1976 REC-52 ST-107	

Dissemination Record of Attached Report				Notations DATA PROC
Agency				
Request Recd.				
Date Fwd.				
How Fwd.				
By	280			

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office (ATTN:)
Report of: SA JAMES F. BONNER Office: CHICAGO
Date: 2/19/76
Field Office File #: 92-1037 Bureau File #: 92-5505
Title: LESLIE EARL KRUSE

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Character: ANTI-RACKETEERING

Synopsis: Subject continues to reside at Oakton Terrace Apartments, 5200 Oakton Avenue, Skokie, Illinois. Interview of MORRIS RAPPAPORT, President, Sim Construction Company, 3354 Main Street, Skokie, Illinois, regarding purchase of property at 5200 Oakton Avenue, Skokie, set forth.

-P-

DETAILS:Residence

Subject continues to reside at Oakton Terrace Apartments, Apartment 407, 5200 Oakton, Skokie, Illinois.

Vehicle

Records, Secretary of State, State of Illinois, as examined on October 20, 1975, disclosed subject is the registered owner of a 1973 Pontiac, Vehicle Identification Number 2P49W3P262995, four-door sedan. This vehicle was assigned 1975 Illinois license LEK 18.

The records also disclosed subject has Illinois driver's license number K620-5250-6284. Subject, born October 5, 1906, described as six feet tall, 197 pounds, brown hair, blue eyes, Social Security Account Number 359-12-0121

Financial Interests

It was reported previously that the subject allegedly invested a considerable amount of money in the construction of the condominium apartment building at 5200 Oakton, Skokie.

Records, Chicago Office, disclose MORRIS RAPPAPORT, President, Sim Construction Company, 3354 Main Street, Skokie, Illinois, was interviewed in this regard and advised as follows:

RAPPAPORT and one [redacted] the Sim Construction Company. Sometime in 1974, RAPPAPORT and [redacted] acting in behalf of the Sim Construction Company, purchased four lots at the corner of Laramie and Oakton Streets, Skokie, from KRUSE for the sum of \$400,000. KRUSE and his sister owned the property, and four houses were located on the property. KRUSE had occupied one of the houses; and, RICHARD BURNAS, a close associate of KRUSE, had occupied another.

RAPPAPORT leased the property of the existing houses and constructed thereon the Oakton Terrace Condominium Apartments.

KRUSE was one of the first purchasers of a condominium apartment at the above address. KRUSE paid over \$60,000 for his apartment which is a six-room apartment located on the fourth floor.

KRUSE paid a lump sum for the apartment. KRUSE is being paid an amount of money monthly until the \$400,000 purchase price for the property is paid off. b6 b7c

KRUSE made some sort of deal with RAPPAPORT whereby part of the \$400,000 purchase price of the property was to be applied toward the payment for KRUSE's apartment. RAPPAPORT would have to consult his attorney for the details of the deal.

Also, as part of the deal, arrangements were made for [redacted], an attorney, to represent the Sim Construction Company in the sale of the 60 condominium apartments located in the Oakton Terrace Apartments. One [redacted] is the attorney for the Sim Construction Company, but [redacted] was hired to represent the company at the Oakton Terrace project only.

CG 92-1037

The Sim Construction Company built three homes in the Miller Subdivision of Glenview, Illinois, for [REDACTED]

[REDACTED] These are [REDACTED] and [REDACTED] whose first name if possibly [REDACTED] [REDACTED] currently reside in their respective homes in Glenview.

The only person RAPPAPORT knows to be associated with KRUSE is RICHARD BURNAS who resides in an apartment building on Oakton Avenue, Skokie, possibly 5240 Oakton.

He is aware that KRUSE owns the Nu Way Construction Company and the Nu Way Plumbing Company in Chicago. These companies did not bid on any of the sub-contracting work done at the Oakton Terrace Apartments project. It is RAPPAPORT's understanding that jobs in private industry are too competitive for Nu Way and that Nu Way constructs only Government buildings and does Government contracting.

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FEDERAL BUREAU OF INVESTIGATION

REPORTING OFFICE CHICAGO	OFFICE OF ORIGIN CHICAGO	DATE 4/5/76	INVESTIGATIVE PERIOD 2/19/76 - 3/30/76
TITLE OF CASE LESLIE EARL KRUSE, aka		REPORT MADE BY SA JAMES F. BONNER	TYPED BY cas
		CHARACTER OF CASE AR	

REFERENCE: Chicago report of SA JAMES F. BONNER dated 2/19/76.

- C -

INFORMANTS

Source

CG T-1 is

Agent To Whom Information Furnished

SA WILLIAM F. ROEMER

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ACCOMPLISHMENTS CLAIMED						<input checked="" type="checkbox"/> NONE	ACQUIT-TALS	CASE HAS BEEN:
CONVIC.	PRETRIAL DIVERSION	FUG.	FINES	SAVINGS	RECOVERIES			
								PENDING OVER ONE YEAR <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
								PENDING PROSECUTION OVER SIX MONTHS <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO

APPROVED **RGH/WWT** SPECIAL AGENT IN CHARGE

COPIES MADE:

- 3 - Bureau (92-5505)
- 1 - USA, Chicago
- 1 - AIC, Chicago Field Office
- 1 - Chicago (92-1037)

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24 APR 7 1976

Dissemination Record of Attached Report

Agency	CC, AAG, Criminal
Request Recd.	Division, Organized Crime
Date Fwd.	& Racketeering Section
How Fwd.	Room
By	

Notations

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DATA PROC

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UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Copy to: 1 - USA, Chicago
1 - AIC, Chicago Field Office

Report of: SA JAMES F. BONNER
Date: April 5, 1976

Office: Chicago

Field Office File #: 92-1037

Bureau File #: 92-5505

Title: LESLIE EARL KRUSE

Character: ANTI-RACKETEERING

Synopsis: Subject recently suffered heart attack and due to physical condition is generally confined to his residence.

- C -

DETAILS:

On March 4, 1976, CG T-1 advised the subject recently suffered his fourth massive heart attack and was treated at St. Francis Hospital, Evanston, Illinois. Source advised the subject is confined to his residence and is unable to function normally.



UNITED STATES DEPARTMENT OF JUSTICE
FEDERAL BUREAU OF INVESTIGATION

Chicago, Illinois 60604
April 5, 1976

In Reply, Please Refer to

File No. CG 92-1037

Title LESLIE EARL KRUSE

Character ANTI-RACKETEERING

Reference is made to Chicago report of
Special Agent (SA) JAMES F. BONNER dated 4/5/76.

All sources (except any listed below) whose identities are concealed
in referenced communication have furnished reliable information in the past.

- 2* -